

QUARTERLY ECONOMIC AND FINANCIAL REPORT OF CHILE

JUNE, 1989

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I. GENERAL OUTLOOK

The first quarter of 1989 has witnessed a sustained rhythm of growth in economic activity. According to preliminary estimates pointing to the evolution of the country's Gross Domestic Product, we can see that the latter increased by 9.5% during the first quarter of the present year relative to the same period of the previous year, and grew by 11.4% during the second quarter. This amounted to a 10.5% increase for the first semester of 1989.

A look at GDP growth according to sectors of origin shows that Fishing (29.2%), Transport (15.6%), Commerce (15.4%) and Industry (12.4%) are the most outstanding.

The country's rate for unemployment was 7% during the moving quarter ending in June, 2.1 percentage points below the rate registered for the same period of 1988. Real wages have maintained their increasing trend and registered a 3.5% average growth during the first semester of 1989, compared to the same period of the previous year.

The accumulated rate of inflation for the first semester of the year was 8.2%.

As far as the external sector is concerned, the balance of payments registered a US\$ 163.2 million surplus during the first semester of the current year. The balance of trade registered a US\$ 1,014.3 million surplus that was positively affected by a high copper price and negatively affected by the fruit crisis. On the other hand, the current account deficit amounted to US\$ 519.8 million.

II. ACTIVITY AND EMPLOYMENT

Based upon preliminary estimates carried out by the National Accounts Department of the Banco Central de Chile, the country's Gross Domestic Product (GDP) grew 9.5% during the first quarter and 11.4% during the second quarter, compared to the same periods of the previous year, which amounted to a 10.5% growth for the first semester of 1989.

A look at GDP's growth during the first semester according to sectors of origin reveals that it is worth mentioning the following: Fishing (29.2%), Transport (15.6%), Commerce (15.4%) and Industry (12.4%). The remaining sectors registered

rates approximated to 8%, except for Agriculture and Forestry that registered a 3% growth.

The country's unemployment rate was 7% during the moving quarter ending in June, according to estimates figured out by the National Bureau of Statistics (INE). This amounts to 2.1 percentage points lower than the rate registered for the same quarter of 1988. In a similar manner, there is a 5.4% growth in employment between the second quarter of 1988 and the second quarter of 1989, that amounted to an increase of 221.2 thousand jobs in the country. The most dynamic sectors in terms of increased employment during the quarter mentioned above were Mining (18%), Industry (12.6%), Transport and Communications (11.7%) and Construction (11%), while decreasing rates of employment were exhibited by Agriculture (-1.8%) and Electricity, Gas and Water (-5.9%).

III. INFLATION AND WAGES

The rate of inflation accumulated during the first semester of 1989 -measured by the Consumer Price Index- was 8.2%, associated to a 16.2% variation in the course of a twelve-month period. The area that exhibited the highest growth rate was Housing with a 9.5% rate (variation compared to December 1988).

This rate of inflation has reflected the change in the trend followed by the price of oil that has increased by 32.7% during the first half of the year. It has also reflected the pressure arising from some productive sectors that are already operating at the limit of installed capacity, within a context in which aggregate expenses have increased steadily during the last years.

The high levels of activity mentioned above in the course of the last few years as well as during this first quarter, have been instrumental in maintaining an increasing trend in real wages, that have experienced an average increase of 3.5% during the first semester of 1989, compared to the same period of the previous year, after increasing by 4% during the first quarter and by 3% during the second quarter.

IV. BALANCE OF PAYMENTS AND INTERNATIONAL RESERVES

1. During the first semester of the year, the balance of payments registered a US\$ 163.2 million surplus, that is US\$ 61.1 million short of the figure registered in the course of the same period of the previous year (US\$ 224.3 million). The lower balance of payments surplus was a consequence of a deficit registered during the second quarter of the year (US\$ 55.9 million), which was caused by lower income in the capital account items that was not enough to absorb the current account deficit. The latter originated from a lower income registered in exports (fruit crisis) and higher expenditure in financial services than the previous year mainly due to retiming of interests included in the financial program agreed to with international crediting banks.

The country's trade balance registered a US\$ 1,014.3 million surplus, that falls short of the figure registered during the same period of the previous year by the amount of US\$ 242.3 million. This trade balance surplus results from US\$ 4,045.4 million in exports and US\$ 3,031.1 million in imports, levels that are 19.1% and 36.4% higher, respectively, than those registered during the same period of the previous year.

It is worth pointing out to the increase in volume registered by non-copper exports that amounts to approximately 11.8% for the first semester. This increase grows to around 16.7% if the volume corresponding to fruit exports is deducted from the total.

On the other hand, non-copper exports show a 28.7% increase compared to the same period of the previous year. Its average price for the first half of the year is 136.8 US\$/lb in London Metals Market (23.7% above the 110.6 US\$/lb price registered as an average in the course of the same period of the previous year).

The 36.4% increase in imports is explained by a 42.1% growth in capital goods imports, 49.8% increase in spare parts and intermediate products and a 26.1% increase in non-food raw material. The above results from the initiation of large investment projects as well as from the large levels of growth exhibited by the economy during the first semester of the year.

The current account exhibited a US\$ 519.8 million deficit during the semester, mainly explained by the high level of financial services that amounted to US\$ 1,367 million, resulting from the concentration of interest payments corresponding to the country's external debt, caused by the retiming of the interests and larger import figures among other specific economic circumstances.

2. Net international reserves, whose definition excludes short term Central Bank loans and considers gold and currency other than the US Dollar at parities established in the agreement signed with the IMF, amounted to US\$ 2,158.0 million as of June 30 of the present year, exceeding by US\$ 733.5 million the balance registered as of June 30 of 1988. The limit established in the agreement with the IMF for June of 1989, including the Copper Compensation Fund was US\$ 1,942.9 million. This figure was, therefore, complied with by a reasonable margin.

V. MONEY AND INTEREST RATES

During the first semester of 1989, the currency exhibited a 13.3% real growth compared with the same semester of the previous year. In the course of the same period, M1A registered a 14.5% increase. Both figures represent a steady slowdown in the rhythm of growth that these aggregates had been exhibiting in the course of the first quarter of 1989 in which the corresponding figures were 15.7% for the currency and 18.1% for M1A. During the second quarter, however, the increase amounted to 11.1% and 11.3%, respectively.

The above has been reinforced by an increase in nominal and real interest rates. In fact, nominal interest rates for 30 to 89 days deposits was 1.96% during the second quarter, after representing a value of 1.47% during the first quarter. Both rates exceed their corresponding figure registered during the same quarters of the previous year. In terms of loan rates, it amounted to 2.44% in the second quarter, after registering a value of 2.10% during the first quarter.

Similarly, the adjustable rates registered for 90 to 365 days deposits increased from 4.24% during the second quarter of 1988 to 5.96% during the second quarter of 1989 (after amounting to 5.47% during the first quarter of 1989), whereas the rates corresponding to loans increased from 7.34% during the second quarter of 1988 to 8.59% during the second quarter of 1989 (after amounting to 8.23% during the first quarter of 1989).

The increases mentioned above are consistent with the evolution exhibited by international interest rates and the dynamism exhibited by the economic activity. It is thus the case that the LIBO rate for 180 days, in spite of its decrease compared to levels reached during the first quarter of 1989 (from 10.02% to 9.8%), experienced a 2.13 percentage point increase relative to the same period of the previous year. The PRIME rate, on the other hand, increased during the second quarter compared to the figure registered during the first quarter of 1989 (from 10.95% to 11.36%) and also increased, this time by 2.59 percentage points, compared to the figure registered during the same quarter of 1988.

VI. FOREIGN INVESTMENT

A total of US\$ 492.1 million has been authorized in the course of the first semester of 1989 in terms of foreign investment. This figure is 69.4% lower than the amount authorized during the same period of the previous year (US\$ 1,609.2 million). The figures mentioned refer to investment carried out according to the traditional mechanisms, that is to say, it does not include the conversion of debt through equity capital (regulated by Chapter XIX of the Compendium of Rules on International Exchange or capitalizations with external debt promissory notes). The foreign investment materialized during the first semester amounted to US\$ 321.9 million, including a US\$ 236.5 million income registered through loans associated to D.L. 600.

Additionally, the conversion of external debt promissory notes according to the rules contained in Chapter XIX of the Compendium of Rules on International Exchange amounted to US\$ 731.1 million during the first six months of the year.

VII. EXTERNAL DEBT

The external debt overall balance as of June 30, 1989 amounted to US\$ 16,775 million, that is, US\$ 874 million (5%) less than the balance registered as of December 31, 1988 and US\$ 1,631 million (8.9%) lower than the figure registered on

the same date of the previous year.

The country's short term external debt, including the figure mentioned above, amounted to US\$ 2,692 million, exhibiting a US\$ 490 million (22.3%) increase compared to the figure registered on December 31st, 1988. This increase is consistent with the evolution exhibited by the country's foreign trade that is mainly financed with these short term credit lines.

The country's medium and long term external debt reached a level of US\$ 14,082.6 million, decreasing in the course of this semester by US\$ 1,364.4 million (8.8%). This decrease is mainly due to the effect caused by external debt conversion operations and, to a lesser extent, to the appreciation experienced by the US Dollar -currency in which the country's external debt is expressed, even though its composition includes several other currencies (mainly European and Japanese). This appreciation of the US Dollar implied a reduction of the country's external debt that amounted to US\$ 302.7 million during the semester mentioned above. Also in the course of this first semester, the country received a positive flow of external resources in the form of medium and long term loans for US\$ 229.4 million, mainly originating from multilateral organizations and loans associated to foreign investment.

The composition of the country's medium and long term debt according to creditor continues to show a significant variation in the course of the last few years. It is thus the case that Multilateral Organizations increased their participation in the overall debt figure from 8.2% in 1985 to 21.3% in June of 1989 (this percentage was 16.1% in June of 1988). In a similar manner, the loans associated to Government Organizations amounted to 3.6% in 1985 and increased to 7.3% as of June of 1989. A variation in the opposite direction can be appreciated in the case of loans granted by banks and financial institutions that exhibit decreasing participation in the medium and long term external debt stock that goes from 83.4% in 1985 to 61.2% as of June of 1989, in a decrease that amounts to 10.1 percentage points during the period that goes from June 1988 to June 1989. It is also interesting to mention that the stock included in this category's debt (with banks and financial institutions) decreased by 15.1% during the first semester of the present year.

The debt conversion mechanisms applied starting in June of 1985 have become a significant factor within the process of achieving a reduction of the country's external debt.

That is how the overall debt figure that was reconverted during the first semester of the year amounted to US\$ 1,341.2 million, figure that exceeds by 49.2% the one registered as of the same date of the previous year and reduced the stock by an 8.7% compared to December 31, 1988. Of the total carried out according to these mechanisms, 71.3% corresponds to Chapter XVIII and XIX of the Compendium of Rules on International Exchange.

During the period that these mechanisms have been in force (June 1985-June 1989), the overall figure reconverted according to the above is of US\$ 7,561.7 million that amounts to an effective reduction of 45.2% relative to the medium and long term balance that existed as of June 30, 1985, and of 52.9% in terms of the debt held with crediting banks as of the same date.

It is important to mention that 64.9% (US\$ 4,907.3 million) corresponds to debt reductions carried out by the private sector (including in this overall figure the totality of the debt guaranteed by the public sector, that is, reductions for US\$ 1,231.3 million). On the other hand, the mechanisms most widely used are those contained in Chapters XVIII and XIX of the Compendium of Rules on International Exchange that represent, altogether, 65.1% of the total figure of debt reconversions as of June 30, 1989.

DOMESTIC INTEREST RATE

(Average %)

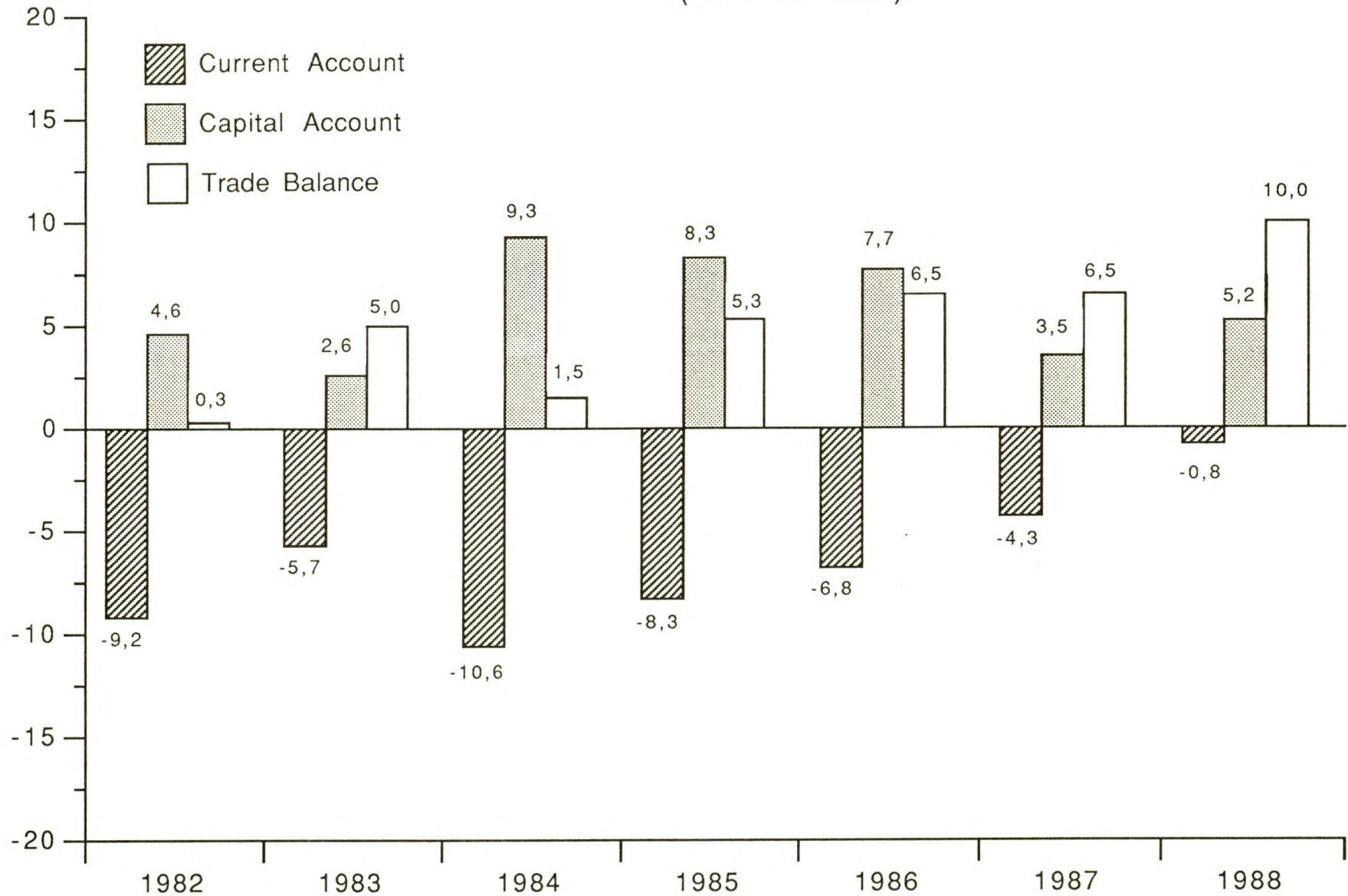
ITEM	1987		1988				1989	
	III	IV	I	II	III	IV	I	II
A.- Rates for deposits								
A.1 30-89 days nominal rates (1)	1.58	2.15	0.91	1.22	0.82	1.74	1.47	1.96
A.2 90-365 days real rates (2)	4.44	4.81	4.25	4.24	4.91	4.90	4.90	5.96
B.- Rates for loans								
B.1 30-89 days nominal rates (1)	2.06	2.70	1.42	1.68	1.23	2.09	2.10	2.44
B.2 90-365 days real rates (2)	7.39	7.79	7.35	7.34	7.96	7.84	8.23	8.59
C.- International rates								
LIBOR (180 days)	7.48	8.02	7.11	7.67	8.67	9.05	10.02	9.80
PRIME	8.38	8.87	8.59	8.77	9.69	10.18	10.95	11.36

(1) Quarterly averages

(2) Annual rates. Quarterly averages

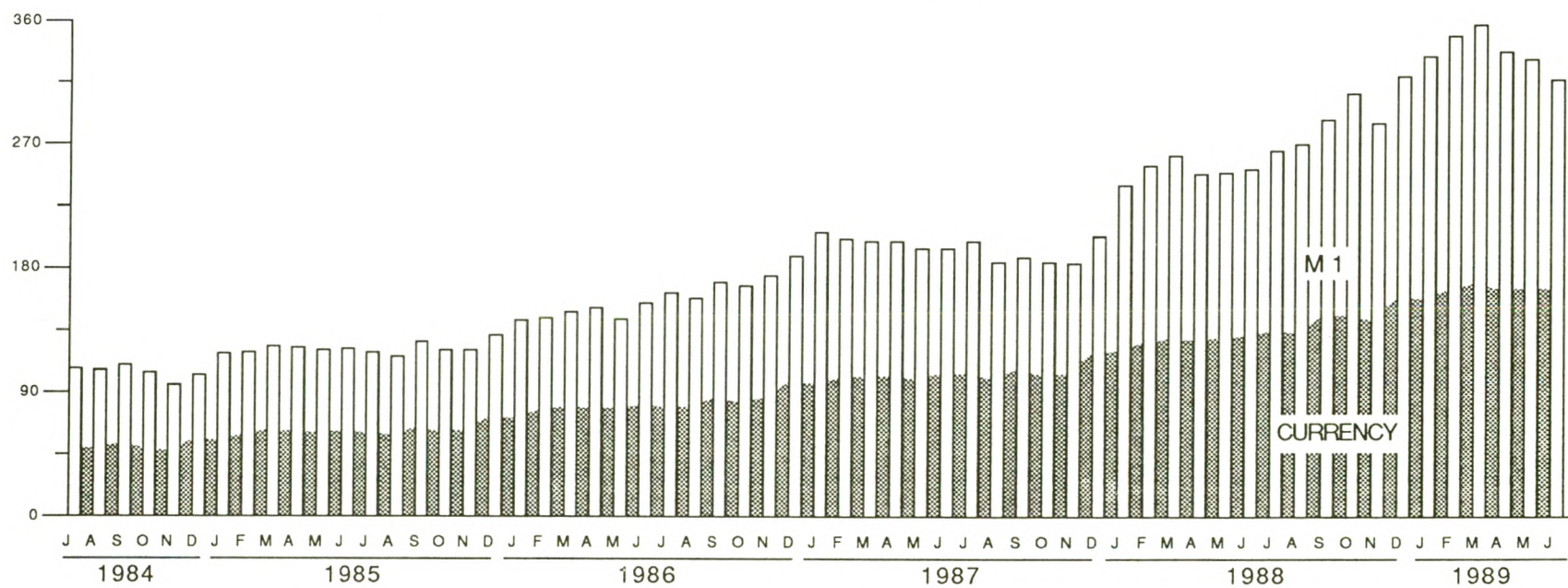
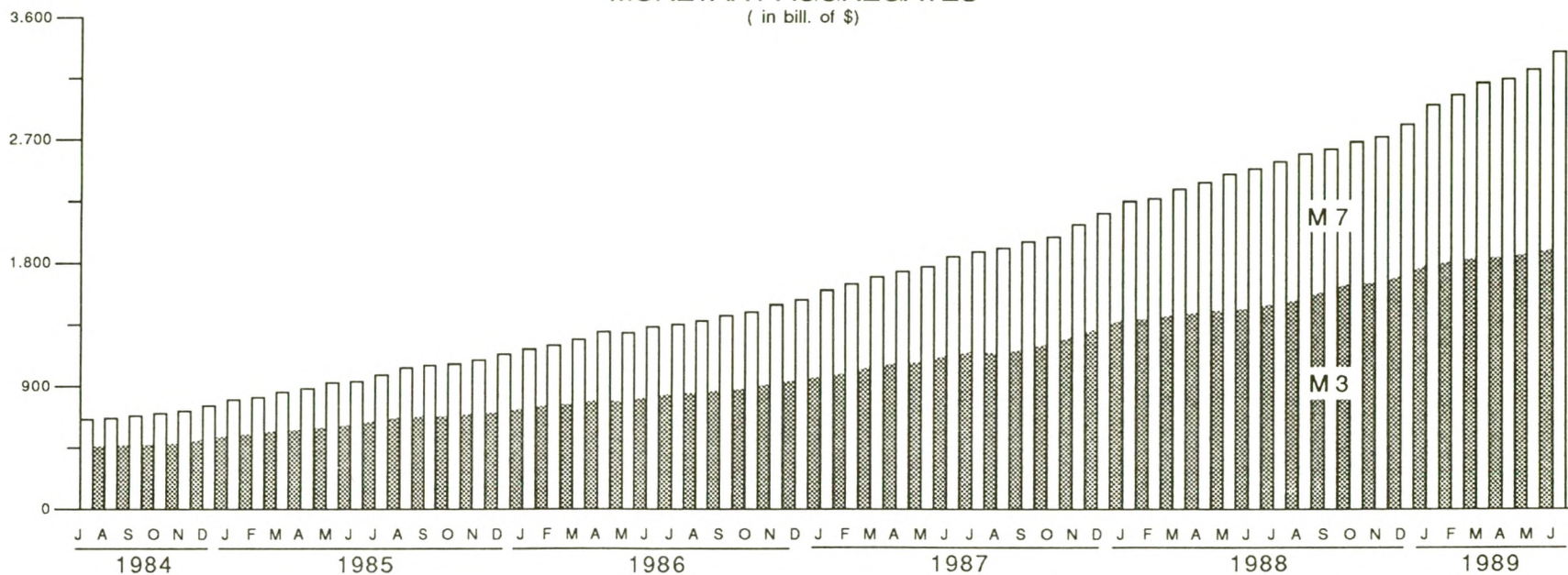
BALANCE OF PAYMENTS

(AS % OF GDP)



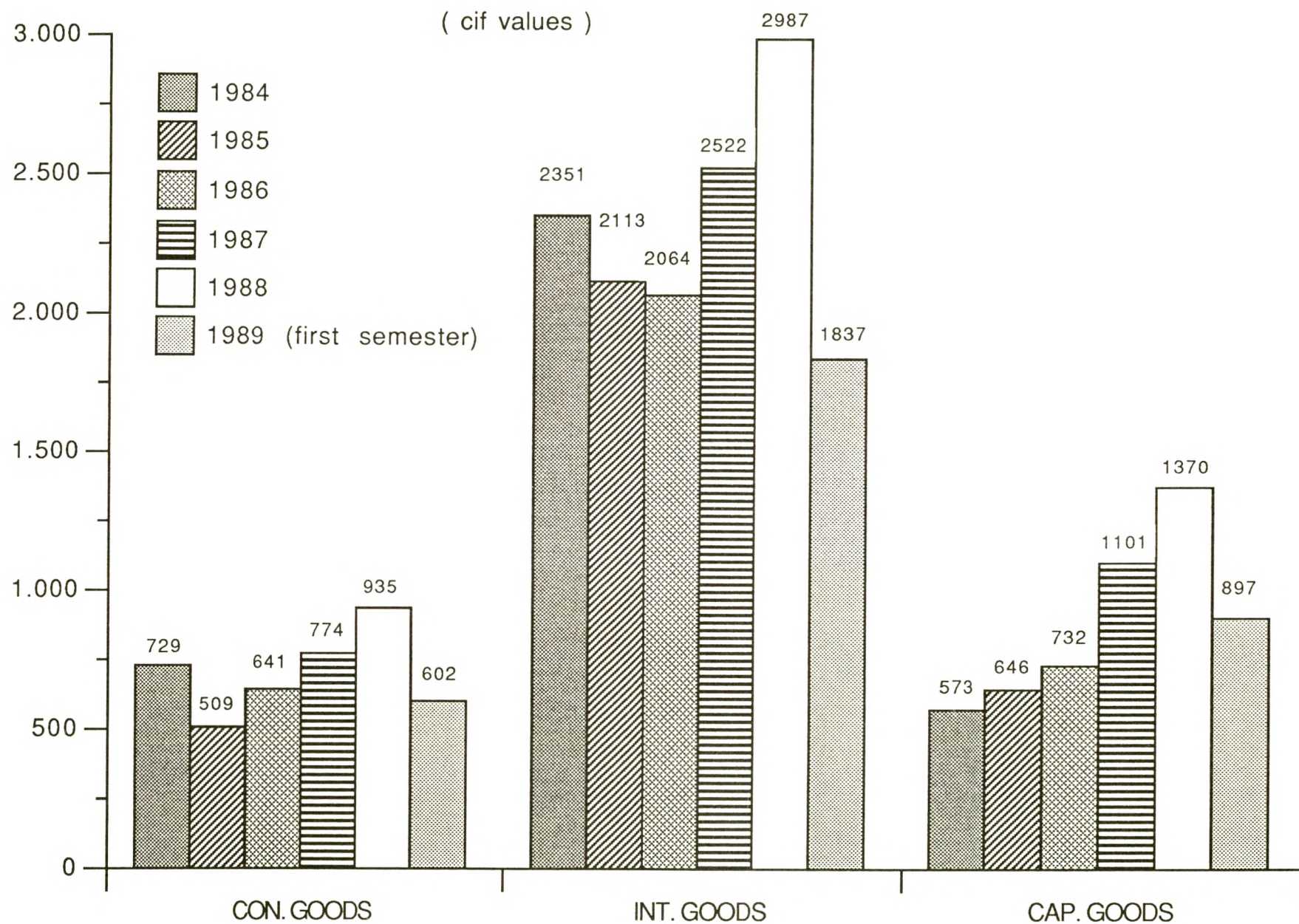
MONETARY AGGREGATES

(in bill. of \$)

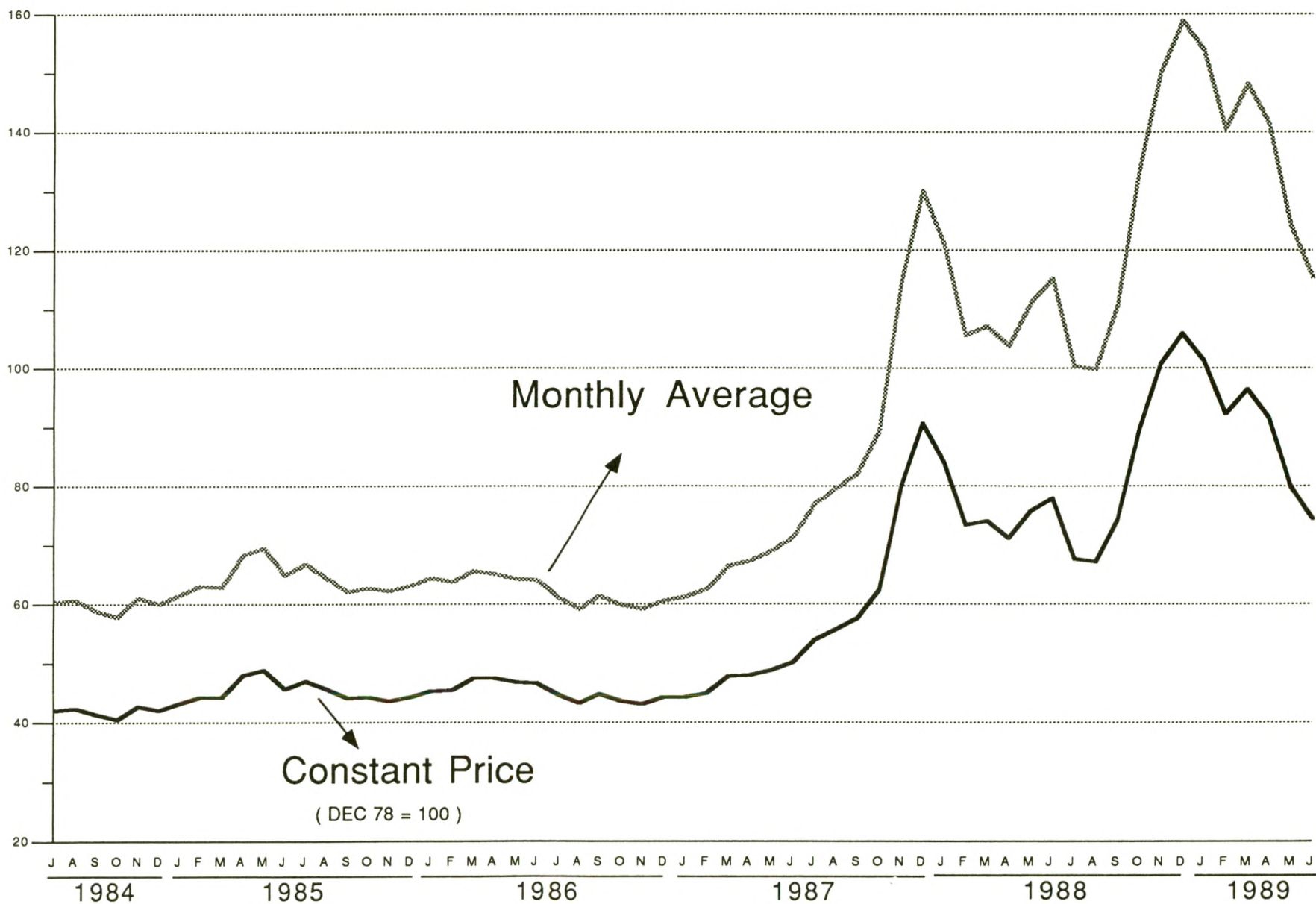


COMPOSITION OF IMPORTS 1984 - 1989

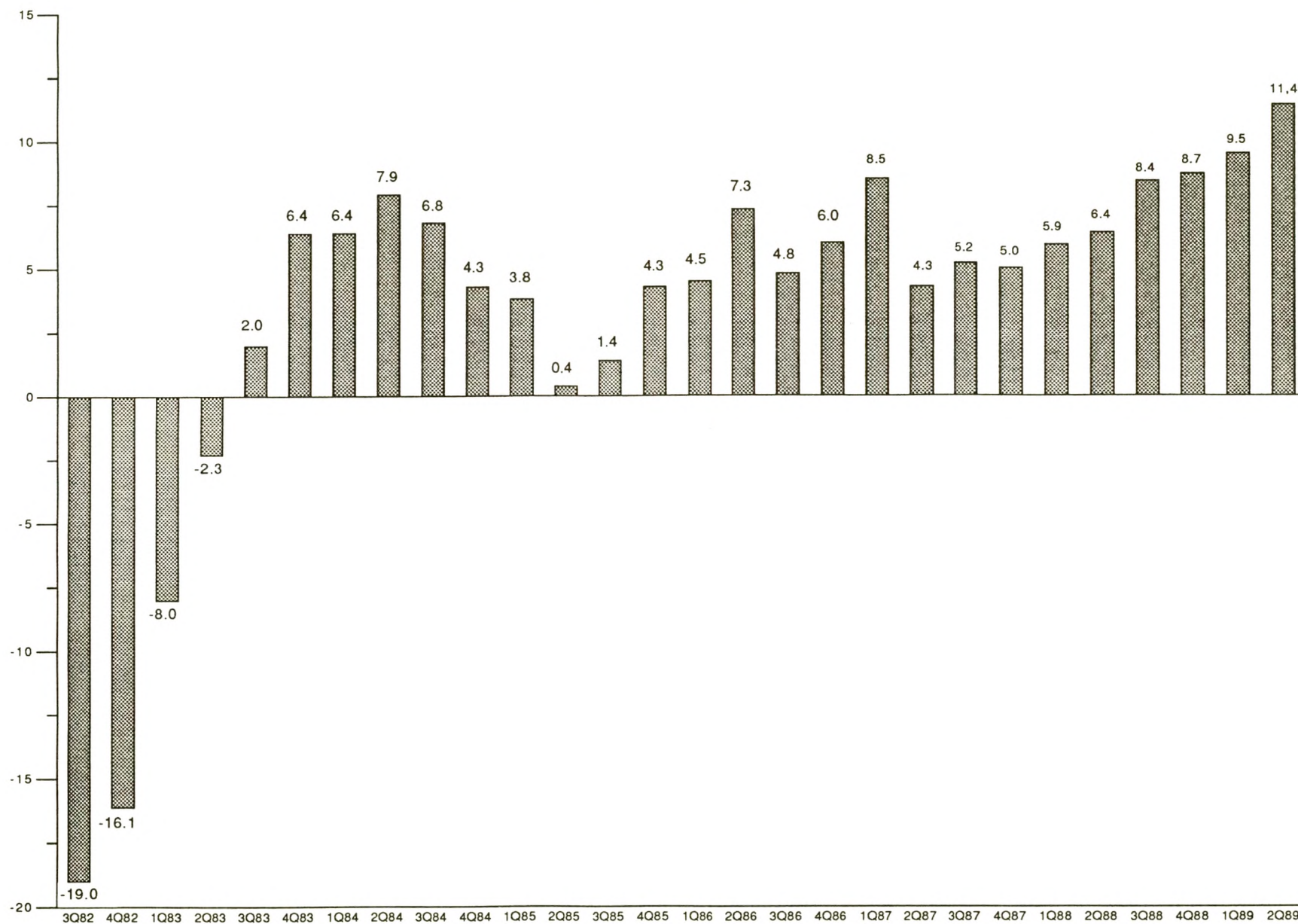
(cif values)



COPPER PRICE



% CHANGE G.D.P 1982 - 1989



GROSS DOMESTIC PRODUCT 1982 - 1989

\$ 1977

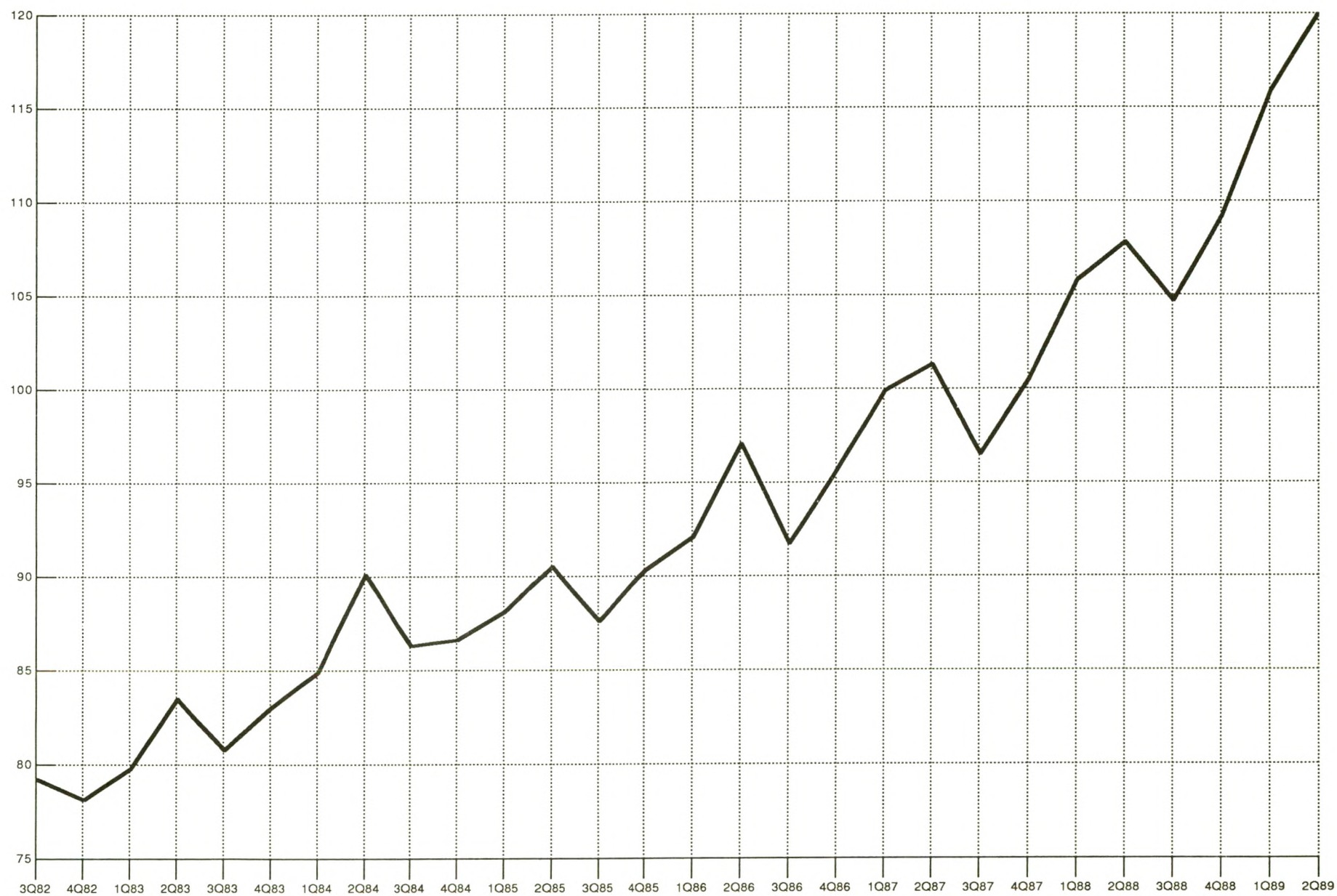


TABLE N° 1

CENTRAL BANK MONETARY PROGRAM : TARGETS AND PERFORMANCE 1988 AND 1989.
(Stocks in billions of Chilean pesos)

ITEM	PERFORMANCE					TARGETS AGREED WITH I.M. F. (ORIGINAL AGREEMENT) (1)				
	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89
1. NET INTERNATIONAL RESERVES	350.43	329.25	501.76	555.68	552.45	215.00	206.83	302.18	382.00	401.66
(In mill. US\$)	(1,424.51)	(1,327.62)	(1,967.73)	(2,213.86)	(2,158.01)	(874.0)	(834.0)	(1,185.0)	(1,522.0)	(1,569.0)
2. NET DOMESTIC ASSETS	837.33	893.28	856.59	376.11	388.42	965.0	996.0	989.0	548.0	547.0
3. FOREIGN MEDIUM AND LONG TERM LIABILITIES	1,039.50	1,052.40	1,166.90	737.16 (2)	748.96					
(In mill. US\$)	(4,225.61)	(4,243.55)	(4,576.08)	(2,936.89)	(2,925.63)					
4. LIABILITIES TO PRIVATE SECTOR	148.21	170.06	191.40	194.63	191.91					
Rate of Exchange (peso/dollar)	246	248	255	251	256	246	248	255.0	251.0	256.0

Note: Exchange rates between U.S. dollar and other foreign currencies correspond to the ones prevailing on Dec. 1987 during 1988, and to those prevailing on Dec.1988 during 1989.

(1) It does not include the Copper Stabilization Fund Adjustment, or any other adjustment.

(2) Since January 1989, the Structural Adjustment Loan (SAL) is not included into foreign medium and long term liabilities.

Source: Banco Central de Chile.

TABLE N° 2

DIFFERENCES BETWEEN ACTUAL PERFORMANCE AND TARGET PERFORMANCE UNDER THE I.M.F. PROGRAM

ITEM	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89
I. INTERNATIONAL RESERVES (millions of US\$)					
1. Actual	1,424.5	1,327.6	1,967.7	2,213.9	2,158.0
2. Target	1,092.7	1,193.5	1,457.3	1,589.0	1,942.9
- Original agreement	874.0	834.0	1,185.0	1,522.0	1,569.0
- Copper Stabilization Fund Adjustment	218.7	359.5	442.4	67.0	373.9
- External Debt			170.1		
Pre-Payment Adjustment					
3. Differences (1-2)	331.8	134.1	510.4	624.9	215.1
II. NET DOMESTIC ASSETS (millions of Chilean \$)					
1. Actual	837.33	893.28	856.6	376.1	388.4
2. Target	911.2	906.8	919.6	531.2	451.3
- Original agreement	965.0	996.0	989.0	548.0	547.0
- Copper Stabilization Fund Adjustment	53.8	89.2	112.8	16.8	95.7
- External Debt			43.40		
Pre-Payment Adjustment					
3. Differences (1-2)	-73.87	-13.52	-63.00	-155.10	-62.90
III. NEW MEDIUM TERM LOANS FROM INTERNATIONAL BANKS (millions of US\$)	0.0	0.0	112.4 1/	12.6 1/	0.0
IV. RATE OF EXCHANGE (peso/dollar)	246.0	248.0	255.0	251.0	256.0

Note: Exchange rates between U.S. dollar and other foreign currencies correspond to the ones prevailing on Dec. 1987 during 1988, and the ones prevailing on Dec.1988 during 1989.

1/ Corresponds to World Bank's SAL program.

Source: Banco Central de Chile.

TABLE N° 3

CENTRAL BANK : NET INTERNATIONAL RESERVES

(Millions of US\$ end of month)

ITEM	Mar.88	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89
NET INTERNATIONAL RESERVES	1,121.7	1,424.5	1,327.6	1,967.7	2,213.9	2,158.0
1. Assets	2,860.6	2,957.7	2,932.6	3,705.7	3,798.9	3,666.8
Gold	76.6	76.7	76.8	77.0	77.2	77.3
SDR'S	0.5	2.0	0.5	46.3	1.2	0.2
I.M.F. Reserve Position	0.0	0.0	0.0	0.0	0.0	0.0
Foreign Exchange Assets	2,535.8	2,720.0	2,733.4	3,194.5	3,445.5	3,382.8
CCR	247.7	159.0	121.9	387.9	275.0	206.5
2. Liabilities	1,738.9	1,533.2	1,605.0	1,738.0	1,585.0	1,508.8
To I.M.F.	1,402.0	1,421.0	1,437.1	1,382.0	1,316.4	1,287.7
CCR	191.9	112.2	77.9	356.0	268.6	221.1
Short Term Deposits	145.0	0.0	90.0	0.0	0.0	0.0
Bridge Loan	0.0	0.0	0.0	0.0	0.0	0.0
Others (1)	0.0	0.0	0.0	0.0	0.0	0.0

Note: Corresponds to the I.M.F. net international reserve definition. Exchange rates between U.S. dollar and other foreign currencies correspond to the ones prevailing on Dec. 1986 during 1987, to those prevailing on Dec. 1987 during 1988, and to the ones prevailing on Dec. 88 during 1989.

(1) Provision for payments to Paris Club.

Source: Banco Central de Chile.

TABLE N° 4

NET INDEBTEDNESS OF THE NON - FINANCIAL PUBLIC SECTOR

(Billions of Chilean pesos)

ITEM	Dec.87	Mar.88	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89
1. Debt to the Domestic Financial System	69.61	-54.41	-96.92	-145.70	-295.59	-433.70	-528.50
2. Outstanding stock of financial instrument issued by the non-financial public sector and held by the non-financial private sector.	105.31	85.43	85.55	48.06	44.63	48.20	48.00
3. Adjustments for Corfo-Indap	1.61	-0.89	0.39	0.71	0.61	0.00	0.00
4. Other Adjustments	-27.75	-10.40	-7.81	-5.40	-8.02	-19.30	-26.70
5. Domestic Debt (1+2+3+4)	148.78	19.74	-18.80	-102.32	-258.37	-404.80	-507.20
6. Foreign Debt	1,550.45	1,628.52	1,663.56	1,686.88	1,803.09	1,653.60	1,699.80
7. Total Debt (5+6)	1,699.23	1,648.26	1,644.76	1,584.56	1,544.72	1,248.80	1,192.60
8. Public Sector Deficit	10.37	-98.20	-142.62	-167.31	-252.81	-94.50	-187.80
9. Adjustment Law 18,768							-15.10
10. Public Sector Def.							-202.90
TARGET	48.45	-29.29	-90.40	-105.95	-128.77	-78.50	-150.90
- Original agreement		3.80	16.60	25.50	28.00	12.10	12.90
- Copper Stabilization Fund Adjustment		30.10	67.00	102.46	126.48	90.60	163.78
- Corfo's stock sale adjustment		2.99	40.00	29.00	30.29	0.00	0.00
(Rate of exchange)	(225)	(240)	(246)	(248)	(255)	(251)	(256)

Note: Provisional figures.

TABLE N° 4 - A

SHORT-TERM EXTERNAL INDEBTEDNESS OF THE NON - FINANCIAL PUBLIC SECTOR AND BANCO DEL ESTADO

(In millions of US\$)

ITEM	Dec.87	Mar.88	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89
A) SHORT-TERM EXTERNAL DEBT OF THE NON-FINANCIAL PUBLIC SECTOR	800.0	837.1	745.0	825.9	802.5	894.6	845.5
B) NET INTERNATIONAL RESERVES OF THE BANCO DEL ESTADO	-16.4	-21.9	-22.0	-29.9	-23.2	-31.6	-29.6
- Assets	10.7	10.4	13.0	7.1	15.1	6.4	17.6
- Liabilities	27.1	32.3	35.0	37.0	38.3	38.0	47.2
C) TOTAL (A - B)	816.4	859.0	767.0	855.8	825.7	926.2	875.1
TARGET	1,055.0	992.0	992.0	992.0	992.0	1,042.0	1,042.0

Source: Banco Central de Chile.

TABLE N° 5

CONTRACTING AND GUARANTEEING OF MEDIUM-AND LONG-TERM FOREIGN DEBT BY THE PUBLIC SECTOR

(In millions of US\$)

ITEM	Dec.87	Mar.88	Jun.88	Sep.88	Dec.88	Mar.89	Jun.89
CONTRACTING AND GUARANTEEING							
More than 1 and up to 5 years	38.4	3.0	3.0	3.0	44.0	0.0	2.5
More than 1 and up to 10 years	601.4 1/	65.4	104.2	129.8	186.9	22.2	32.4
(Refinancing and Rescheduling)	(88.7)	(11.0) 2/	(28.4) 2/	(44.7) 2/	(60.8) 2/	(00.0)	(00.0)
TARGETS							
CONTRACTING AND GUARANTEEING							
More than 1 and up to 5 years	190.0	190.0	190.0	190.0	190.0	195.0	195.0
More than 1 and up to 10 years	1,200.0	600.0	600.0	600.0	600.0	427.0	427.0

1/ It includes retiming for US\$ 447 millions and Paris Club rescheduling.

2/ It corresponds to the effective deposit of the agreement with the Paris Club signed in 1987

Source : Banco Central de Chile.

TABLE N° 6
CHILE: BALANCE OF PAYMENTS 1988-1989 1/
(Millions of US\$)

ITEM	1 9 8 8 1/	1 9 8 9 2/
CURRENT ACCOUNT	-167.4	-740.5
Trade Balance	2,218.6	1,670.4
Exports	7,051.8	7,954.9
- Copper	(3,416.2)	(3,825.3)
- Others	(3,635.6)	(4,129.6)
Imports	-4,833.2	-6,284.5
Non-Financial Services	-643.1	-680.5
Financial Services	-1,919.6	-1,985.1
Transfers	176.7	254.8
CAPITAL ACCOUNT	1,157.8	1,240.5
Foreign Investments 3/	1,011.1	1,376.6
Amortization Payments 4/	-649.0	-741.7
Extraordinary Amortizations 5/	-970.2	-1,453.5
MLT Disbursements	1,208.4	1,625.6
Official and Multilateral Organizations	(451.7)	(531.8)
Suppliers' Credits 6/	(689.2)	(984.5)
- To Public Sector	[59.0]	[67.0]
- To Private Sector	[630.2]	[917.5]
Other	(67.5)	(109.3)
Net Flows of Short-Term Capital 7/	-153.5	420.9
Use of Trade Lines	(371.0)	(712.2)
Other Trade Related Flows	(-2.6)	(2.8)
Net change in Assets, valuation adjustments, errors and omissions	(-521.9)	(-294.1)
Financial Program	313.5	12.6
New Money from banks	(0.0)	(0.0)
IBRD-SAL	(112.4)	(12.6)
Eximbank Japan	(201.1)	(0.0)
Retiming of Interest Payments 8/	397.5	-
CHANGE IN NET INTERNATIONAL RESERVES 9/	990.4	500.0

1/ Provisional.

2/ Projected as of September 1989, under the following key assumptions:

- Copper price: 124.0 US\$ cents. per lb. (LME)
- Crude petroleum price: US\$ 18.4 per barrel (CIF)
- Effective LIBOR 9.38% (Taking into account 6 month contractual lag)
- Prices of non-oil imports: 4.6% increase
- Volume growth in copper exports: 9.5%
- Volume growth in non-copper exports: 13.3%

3/ Includes investment with external debt notes and capitalization of loans through Chapter XIX and D.L. 600, which were US\$ 903 million in 1988, and which are estimated at US\$ 1,208.1 million in 1989.

4/ Amortization payments after the 1988-1991 rescheduling of bank and Paris Club debt. In 1988 it includes US\$ 170.2 of Central Bank pre-payments.

5/ Considers repayment of loans arising from debt to equity swaps through D.L.600, Chapters XIX, and others. Figures omit Chapter XVIII, but include export returns with external debt notes.

6/ Includes loans associated to foreign investment (D.L. 600), and loans to the private sector entered under the provisions of article 15.

7/ Excludes short-term loans to the Central Bank, which are subtracted from reserves.

8/ Counterparts to accrued interest on rescheduled debt included in Financial Services whose actual payment, due to the retiming agreement, has been post-poned.

9/ Definition of Net International Reserves used in IMF program services.

Source: Banco Central de Chile.

TABLE N° 6 - A

FINANCIAL SERVICES

(Millions of US\$)

ITEM	1988 1/	1989 2/
1. INTEREST PAYMENTS	-1,797.6	-1,809.1
Medium and Long-Term	-1,448.0	-1,400.4
I.M.F.	-103.6	-114.5
Short-Term	-246.0	-294.2
2. INTEREST RECEIPTS	180.9	234.1
Medium and Long-Term	5.5	3.9
Short-Term	175.4	230.2
Central Bank	(148.4)	(201.9)
3. PROFITS AND DIVIDENDS	-302.9	-410.1
NET FINANCIAL SERVICES (1+2+3)	-1,919.6	-1,985.1

1/ Provisional.

2/ Projected.

TABLE N° 6 - B
IMPORTS, 1988 - 1989 2/
(Millions of US\$)

ITEM	1988 1/	1989 1/ (First Semester)
I. CONSUMER GOODS	788.7	523.9
- Foodstuffs	93.5	55.7
- Agricultural	(15.3)	(7.1)
- Industrial Food Products	(78.2)	(48.6)
- Non-Food Consumer Goods	695.2	468.2
- Medical and Pharmaceutical	(61.1)	(33.6)
- Tools	(44.0)	(28.4)
- Industrialized of Non-food products	(448.9)	(254.9)
- Automobiles	(141.2)	(151.3)
II. INTERMEDIATE GOODS	2,734.8	1,678.7
- Raw Materials	983.8	547.0
- Food	(145.8)	(35.4)
- Agricultural foodstuffs	[61.2]	[13.0]
- Industrial origin Raw-Materials	[84.6]	[22.4]
- Non-Food	(838.0)	(511.6)
- Agricultural origin-raw materials	[50.9]	[39.0]
- Industrial origin-raw materials	[787.1]	[472.6]
- Equipment-spares and Intermediate Products	1,128.5	755.6
- Intermediate Industrial Goods	(651.0)	(448.4)
- Machinery & Equipment-spare Parts	(352.6)	(218.3)
- Parts for Assembly of Vehicles	(124.9)	(88.9)
- Fuel & Lubricants	622.5	376.1
- Crude Petroleum	(508.4)	(289.5)
- Other	(114.1)	(86.6)
III. TOTAL CURRENT GOODS	3,523.5	2,202.6
V. CAPITAL GOODS	1,258.3	828.7
- Machinery & Equipment	(877.7)	(553.1)
- Transportation Equipment	(375.7)	(272.3)
- Other Capital Goods	(4.9)	(3.3)
VI. SUB-TOTAL	4,781.8	3,031.3
Other Imports	510.0	304.9
VII. TOTAL C.I.F.	5,291.8	3,336.2
VIII. TOTAL F.O.B.	4,833.2	3,031.1

1/ Provisional

2/ New classification of imports in which Food is broken down into two components which are included in Consumer Goods and Raw Materials.

Source: Banco Central de Chile.

TABLE N° 6 - C

VOLUME AND VALUE OF EXPORTS: 1988 - 1989, BY PRINCIPAL PRODUCTS 1/

(Millions of US\$)

PRODUCTS	UNITS	1988			1989		
		VOLUME	PRICE	VALUE	VOLUME	PRICE	VALUE
Copper	MT	647,500	2,308.6	1,494.8	626,300	2,907.1	1,820.7
Iron Ore Pellets	MT	1,830,000	21.0	38.4	1,401,000	23.1	32.4
Iron Ore	MT	1,090,000	10.1	11.0	1,920,000	11.8	22.7
Sodium Nitrate	MT	219,590	115.2	25.3	183,810	99.0	18.2
Potassium Nitrate	MT	102,450	145.4	14.9	102,780	153.7	15.8
Iodine	MT	1,805,000	16,343.5	29.5	2,269,000	17,011.9	38.6
Fishmeal	MT	541,220	459.7	248.8	699,950	423.2	296.2
Sawed wood	M3	459,800	104.8	48.2	422,900	108.5	45.9
Pinewood	M3	797,850	44.6	35.6	481,530	40.1	19.3
Crude Cellulose	MT	98,040	544.7	53.4	86,460	551.7	47.7
White Cellulose	MT	150,470	658.6	99.1	146,980	777.0	114.2
Molybdenum Oxide & Iron Molybdenum	MT	8,620	7,494.2	64.6	8,600	8,186.0	70.4
SUB TOTAL				2,163.6			2,542.1
Others				1,314.9			1,503.3
TOTAL				3,478.5			4,045.4

1/ Provisional figures. First semester of each year.
Source : Banco Central de Chile.

TABLE N° 7

CHILE: BALANCE OF PAYMENTS BY QUARTERS 1989 1/
(Millions of US\$)

ITEM	I	II	III	IV	YEAR
CURRENT ACCOUNT	-285.1	-234.7	-194.7	-26.0	-740.5
1. Trade Balance	566.7	447.6	304.2	351.9	1,670.4
Exports	2,004.9	2,040.5	2,023.0	1,886.5	7,954.9
-Copper	(956.7)	(864.0)	(1,054.4)	(950.2)	(3,825.3)
-Others	(1,048.2)	(1,176.5)	(968.6)	(936.3)	(4,129.6)
Imports	-1,438.2	-1,592.9	-1,718.8	-1,534.6	-6,284.5
2. Non-Financial Services	-90.9	-219.5	-212.1	-158.0	-680.5
3. Financial Services	-822.7	-544.3	-342.3	-275.9	-1,985.2
4. Transfers	61.8	81.5	55.5	56.0	254.8
CAPITAL ACCOUNT	504.2	178.8	218.6	338.9	1,240.5
1. Foreign Investment 2/	241.7	556.8	246.0	332.1	1,376.6
2. Amortization Payments 3/	-221.4	-149.0	-202.1	-169.2	-741.7
3. Extraordinary Amortizations 4/	-200.1	-617.3	-346.1	-290.0	-1,453.5
4. MLT Disbursements	273.8	313.4	463.1	575.3	1,625.6
Official and Multilateral Organizations	(93.7)	(105.9)	(118.2)	(214.0)	(531.8)
Suppliers' Credits	(167.7)	(201.5)	(302.7)	(312.6)	(984.5)
-To Public Sector	[1.8]	[27.5]	[14.1]	[23.6]	[67.0]
-To Private Sector 5/	[165.9]	[174.0]	[288.6]	[289.0]	[917.5]
Other	(12.4)	(6.0)	(42.2)	(48.7)	(109.3)
5. Net Flows of Short-Term Capital 6/	397.6	74.9	57.7	-109.3	420.9
Use of Short-Term Lines	(335.2)	(197.3)	(132.3)	(47.4)	(712.2)
Other Short-Term Trade-Related Flows	(48.7)	(53.5)	(-49.8)	(-49.6)	(2.8)
Net Change in Assets, valuation adjustments, error and omissions	(13.7)	(-175.9)	(-24.8)	(-107.1)	(-294.1)
6. Financial Program	12.6	0.0	0.0	0.0	12.6
New Money from banks	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
IRBD - SAL	(12.6)	(0.0)	(0.0)	(0.0)	(12.6)
Eximbank Japan	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
Change in Net International Reserves 7/ (increase: +)	219.1	-55.9	23.9	312.9	500.0
Use of short-term credits by the Central Bank	0.0	0.0	0.0	0.0	0.0
Change in Gross International Reserves (Net Int. Reserves plus CB short-term credits).	219.1	-55.9	23.9	312.9	500.0
MEMORANDUM ITEM =					
Change in Net Reserves, net of bank's / new money Eximbank and SAL (increase: +)	206.5	-55.9	23.9	312.9	487.4

1/ Projected as of September 1989, under the following key assumptions:

- Copper price: 124.0 US\$ cents. per lb. (LME)
- Crude petroleum price: US\$ 18.4 per barrel (CIF)
- Effective LIBOR 9.38% (Taking into account 6 month contractual lag)
- Prices of non-oil imports: 5% increase
- Volume growth in copper exports: 9.5%
- Volume growth in non-copper exports: 13.3%

2/ Includes investment with external debt notes and capitalization of loans through Chapter XIX and D.L. 600, which are estimated at US\$ 1,208.1 million in 1989.

3/ Amortization payments after the 1988-1991 rescheduling of bank and Paris Club debt.

4/ Considers repayment of loans arising from debt to equity swaps through D.L.600, Chapter XIX, and others. Figures omit Chapter XVIII and others, but include export returns with external debt notes

5/ Includes loans associated to foreign investment (D.L. 600), and loans to the private sector entered under the provisions of article 15.

6/ Excludes short-term loans to the Central Bank, which are subtracted from reserves.

7/ Definition of Net International Reserves used in IMF program services.

Source: Banco Central de Chile.

TABLE N° 8
EXPORTS AND IMPORTS: 1985 - 1989
(Millions of US\$)

DATE	EXPORTS (F.O.B.)			IMPORTS (C.I.F.)						IMPORTS (F.O.B.)	TRADE MONTHLY	BALANCE ACCUMULATE YEAR
	Copper	Other	Total	CONSUMER GOODS		INTERMEDIATE GOODS		Capital Goods	Total			
				Foodstuffs	Non Food	(Foodstuffs)2/	Total					
1985	1,788.7	2,015.4	3,804.1	51.7	457.5	(219.7)	2,113.0	646.1	3,268.3	2,954.7	-	849.4
1986	1,757.1	2,441.7	4,198.8	55.7	585.3	(113.2)	2,063.6	731.7	3,436.3	3,099.1	-	1,099.7
1987	2,234.7	2,989.0	5,223.7	82.9	690.9	(126.6)	2,521.8	1,100.8	4,396.4	3,994.3	-	1,229.4
1988 1/	3,416.2	3,635.6	7,051.8	104.3	831.0	(154.0)	2,986.6	1,369.9	5,291.8	4,833.2	-	
Jan.	247.0	275.3	522.3	6.1	53.6	(10.4)	258.8	109.9	428.4	389.0	133.3	133.3
Feb.	197.3	312.2	509.5	4.5	52.1	(8.7)	194.3	83.4	334.3	305.2	204.3	337.6
Mar.	217.0	419.8	636.8	11.7	64.8	(9.7)	220.7	133.8	431.0	392.0	244.8	582.4
Apr.	240.7	394.5	635.2	4.0	54.3	(5.6)	210.8	99.7	368.8	333.9	301.3	883.7
May.	220.7	315.3	536.0	10.1	64.0	(15.5)	275.1	106.3	455.5	418.1	117.9	1,001.6
Jun.	291.5	266.6	558.1	10.1	65.8	(17.0)	248.4	98.4	422.7	383.7	174.4	1,176.0
Jul.	250.8	310.6	561.4	7.8	66.8	(9.1)	238.8	110.8	424.2	387.3	174.1	1,350.1
Aug.	225.8	294.1	519.9	9.1	78.3	(21.4)	284.6	127.2	499.2	461.2	58.7	1,408.8
Sep.	260.1	251.8	511.9	9.1	78.2	(17.4)	248.5	108.4	444.2	404.6	107.3	1,516.1
Oct.	319.7	245.0	564.7	15.2	83.4	(19.2)	262.9	116.6	478.1	435.0	129.7	1,645.8
Nov.	453.0	244.3	697.3	9.2	89.8	(6.9)	239.3	147.3	485.6	448.9	248.4	1,894.2
Dec.	492.6	306.1	798.7	7.4	79.9	(13.1)	304.4	128.1	519.8	474.3	324.4	2,218.6
1989 1/												
Jan.	356.1	271.0	627.1	9.0	87.9	(10.8)	293.7	156.7	547.3	498.6	128.5	128.5
Feb.	253.2	358.2	611.4	7.5	74.5	(9.6)	248.0	126.2	456.2	414.2	197.2	325.7
Mar.	347.4	419.0	766.4	9.4	110.0	(6.7)	306.6	153.3	579.3	525.4	241.0	566.7
Apr.	254.2	419.5	673.7	9.3	79.0	(15.3)	334.3	133.3	555.9	507.7	166.0	732.7
May.	350.5	369.3	719.8	12.4	100.3	(9.9)	306.8	139.5	559.0	502.8	217.0	949.7
Jun.	259.3	387.7	647.0	9.8	92.8	(10.6)	347.8	188.1	638.5	582.1	64.6	1,014.3

1/ Provisional.

2/ If this item is added to "Foodstuffs" included in Consumer Goods, the total for "Foodstuffs" presented in previous reports is obtained.

Source: Banco Central de Chile.

TABLE N° 9

NET INFLOWS OF FUNDS FROM OFFICIAL ORGANIZATIONS AND SUPPLIERS, 1988 - 1989
(Millions of US\$)

ITEM	1988			1989 1/		
	Disbursements	Amortizations	Net	Disbursements	Amortizations	Net
I. OFFICIAL AND MULTILATERAL ORGANIZATIONS 2/	688.0	158.0	530.0	738.9	293.7	445.2
1. MULTINATIONAL ORGANIZATIONS a/ d/	401.6	104.0	297.6	511.9	204.5	307.4
IDB	239.4	50.3	189.1	238.5	124.8	113.7
IBRD	143.4	40.4	103.0	234.2	77.1	157.1
IDA	-	0.7	-0.7	-	0.5	-0.5
IFC	18.8	12.6	6.2	39.2	2.1	37.1
2. GOVERNMENTAL ORGANIZATIONS	286.4	54.0	232.4	227.0	89.2	137.8
a. Direct Loan	260.6	21.7	238.9	202.0	79.1	122.9
Eximbank (U.S.A.)	3.2	-	3.2	1.6	2.9	-1.3
AID (U.S.A.)	2.0	0.9	1.1	-	23.0	-23.0
KFW (W. Germany)	31.3	-	31.3	79.3	1.2	78.1
Banco Central Argentina	-	4.5	-4.5	-	2.4	-2.4
Eximbank (Japan)	211.8	-	211.8	103.1	0.5	102.6
Miti (Japan)	-	-	-	-	7.0	-7.0
Banco Do Brasil	-	9.3	-9.3	6.8	10.0	-3.2
EDC (Canada)	12.3	4.5	7.8	11.2	6.5	4.7
NIO (Holanda)	-	0.7	-0.7	-	0.7	-0.7
Credit National (France)	-	-	-	-	0.2	-0.2
COFACE (France)	-	-	-	-	4.6	-4.6
China Popular	-	0.9	-0.9	-	0.9	-0.9
IDC (South Africa)	-	0.5	-0.5	-	-	-
CCC (USA)	-	0.4	-0.4	-	9.8	-9.8
Kontrolbank (Austria)	-	-	-	-	0.6	-0.6
ECGD (England)	-	-	-	-	0.2	-0.2
CESCE (Spain)	-	-	-	-	0.6	-0.6
Others	-	-	-	-	8.0	-8.0
b. Other Loan with Official Guarantee	25.8	32.3	-6.5	25.0	10.1	14.9
Bco.USA (GAR. CCC)	20.8	32.3	-11.5	25.0	10.1	14.9
Bco.USA (GAR. AID)	5.0	-	5.0	-	-	-
II. SUPPLIERS b/	333.4	224.4	109.0	523.1	273.8	249.3
Public Sector	59.0	50.4	8.6	67.0	53.6	13.4
Private Sector	274.4	174.0	100.4	456.1	220.2	235.9
- Contracted Credits c/	274.4	174.0	100.4	456.1	220.2	235.9
- Credits to be Contracted	-	-	-	-	-	-
TOTAL						
I. OFFICIAL AND MULTILATERAL ORGANIZATIONS 2/	688.0	158.0	530.0	738.9	293.7	445.2
II. SUPPLIERS	333.4	224.4	109.0	523.1	273.8	249.3
Total (I + II)	1,021.4	382.4	639.0	1,262.0	567.5	694.5
III. REST OF BANKS e/	360.6	266.1	94.5	363.6	146.5	217.1
GRAND TOTAL	1,382.0	648.5	733.5	1,625.6	714.0	911.6

1/ Preliminary.

2/ Includes Private Sector.

a/ According to Central Bank of Chile statements.

b/ Figures of supplier credits with official guarantees are not available.

c/ It includes disbursement and amortizations of Loans entered through Art. 15, and D.L. N° 600.

d/ Excludes IBRD-SAL

e/ It refers mainly to new loans with Official Guarantees from bank and other credits contracted with foreign banks for specific projects.

Source: Banco Central de Chile.

TABLE N° 10

FOREIGN DEBT OF CHILE 1982 - 1989 (*)

(Millions of US\$)

ITEM	1983	1984	1985	1986	1987	PRELIMINARY		
						12.31.88	03.31.89	06.30.89
I. TOTAL EXTERNAL DEBT (II + III)	17,431	18,877	19,444	19,501	19,208	17,649	17,390	16,775
PUBLIC SECTOR	9,795	12,343	14,079	15,763	16,380	14,673	13,849	12,941
Public Financial Sector	3,254	5,058	5,713	5,725	6,001	4,847	4,650	4,188
(Banco del Estado)	(877)	(1,386)	(1,356)	(1,296)	(1,078)	(926)	(875)	(798)
(Central Bank)	(2,377)	(3,672)	(4,357)	(4,429)	(4,923)	(3,921)	(3,775)	(3,390)
Public Non-Financial Sector	4,726	5,155	6,018	6,630	7,103	7,014	6,473	6,416
(Treasury)	(1,129)	(1,276)	(1,990)	(2,614)	(2,993)	(3,512)	(3,507)	(3,507)
(Others)	(3,597)	(3,879)	(4,028)	(4,016)	(4,110)	(3,502)	(2,966)	(2,909)
Private Sector with Public Guarantee	1,815	2,130	2,348	3,408	3,276	2,812	2,726	2,337
PRIVATE SECTOR	7,636	6,534	5,365	3,738	2,828	2,976	3,541	3,834
(Banks and Financial Institutions)	(4,195)	(3,469)	(2,786)	(1,463)	(737)	(457)	(518)	(631)
(Corporate and Private Debtors) (1)	(3,441)	(3,065)	(2,579)	(2,275)	(2,091)	(2,519)	(3,023)	(3,203)
II. MEDIUM AND LONG TERM EXTERNAL DEBT	14,832	16,963	17,650	17,814	17,191	15,447	14,956	14,083
PUBLIC SECTOR	8,090	10,601	12,515	14,379	14,725	13,072	12,151	11,215
Public Financial Sector	2,686	4,464	5,269	5,608	5,749	4,809	4,612	4,141
(Banco del Estado)	(609)	(1,272)	(1,237)	(1,179)	(1,051)	(888)	(837)	(751)
(Central Bank)	(2,077)	(3,192)	(4,032)	(4,429)	(4,698)	(3,921)	(3,775)	(3,390)
Public Non-Financial Sector	3,941	4,419	5,245	5,836	6,302	6,211	5,578	5,570
(Treasury)	(1,105)	(1,276)	(1,990)	(2,614)	(2,993)	(3,512)	(3,507)	(3,507)
(Others)	(2,836)	(3,143)	(3,255)	(3,222)	(3,309)	(2,699)	(2,071)	(2,063) (2)
Private Sector with Public Guarantee	1,463	1,718	2,001	2,935	2,674	2,052	1,961	1,504 (3)
PRIVATE SECTOR	6,742	6,362	5,135	3,435	2,466	2,375	2,805	2,868
(Banks and Financial Institutions)	(3,394)	(3,369)	(2,691)	(1,296)	(502)	(149)	(148)	(139)
(Corporate and Private Debtors) (1)	(3,348)	(2,993)	(2,444)	(2,139)	(1,964)	(2,226)	(2,657)	(2,729) (4)
III. SHORT TERM EXTERNAL DEBT	2,599	1,914	1,794	1,687	2,017	2,202	2,434	2,692
PUBLIC SECTOR	1,705	1,742	1,564	1,384	1,655	1,601	1,698	1,726
Public Financial Sector	568	594	444	117	252	38	38	47
(Banco del Estado)	(268)	(114)	(119)	(117)	(27)	(38)	(38)	(47)
(Central Bank)	(300)	(480)	(325)	(0)	(225)	(0)	(0)	(0)
Public Non-Financial Sector	785	736	773	794	801	803	895	846
(Treasury)	(24)	(0)	(0)	(0)	(0)	(0)	(0)	(0)
(Others)	(761)	(736)	(773)	(794)	(801)	(803)	(895)	(846)
Private Sector with Public Guarantee	352	412	347	473	602	760	765	833
PRIVATE SECTOR	894	172	230	303	362	601	736	966
(Banks and Financial Institutions)	(801)	(100)	(95)	(167)	(235)	(308)	(370)	(492)
(Corporate and Private Debtors) (1)	(93)	(72)	(135)	(136)	(127)	(293)	(366)	(474)
IV. CENTRAL BANK WITH I.M.F.	606	782	1,085	1,328	1,452	1,322	1,277	1,193

(*) Excludes external debt repayable in local currency.

Includes reductions owing to external debt conversion (Art. 18, 19 and others).

(1) Excludes short-term credits to non-banks for operation in foreign trade.

(2) In January the external debt to the public non financial sector was reduced in US\$ 542 MM. for privatization of ENDESA, ENTEL, ENACAR, TELEFONICA DEL SUR y C.T.C.

(:) In January the external debt to the private sector with public guarantee was incremented by US\$ 209 MM. for privatization of ENDESA.

(4) In January the external debt to the private sector was incremented in US\$ 333 MM. for privatization of ENDESA, ENTEL, ENACAR, TELEFONICA DEL SUR y C.T.C.

Source: Banco Central de Chile.

TABLE N° 11

TOTAL MEDIUM AND LONG TERM EXTERNAL DEBT (*)
(According to Principal Foreign Creditors)
(Millions of US\$)

ITEM	1983	1984	1985	1986	1987	Preliminary		
						12.31.88	03.31.89	06.30.89
1. MULTINATIONAL ORGANIZATIONS	645.1	946.3	1,444.3	1,928.4	2,493.1	2,921.2	2,940.5	2,996.4
Public Sector	645.1	935.4	1,425.3	1,904.9	2,418.1	2,825.2	2,675.9	2,709.3
- Financial	28.5	26.5	64.0	63.3	104.1	169.9	163.7	154.5
- Non-Financial	616.6	908.9	1,361.3	1,841.6	2,314.0	2,655.3	2,512.2	2,554.8
Private Sector	0.0	10.9	19.0	23.5	75.0	96.0	264.6	287.1
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non-Financial	0.0	10.9	19.0	23.5	75.0	96.0	264.6	287.1
2. GOVERNMENTAL ORGANIZATIONS	801.5	615.7	637.7	769.6	722.0	986.4	993.8	1,031.2
Public Sector	790.8	606.1	629.6	755.0	696.7	934.1	923.7	912.0
- Financial	187.2	51.4	35.1	23.2	16.2	10.6	9.7	8.7
- Non-Financial	603.6	554.7	594.5	731.8	680.5	920.0	910.5	899.8
- Private Sector with Public Guarantee	0.0	0.0	0.0	0.0	0.0	3.5	3.5	3.5
Private Sector	10.7	9.6	8.1	14.6	25.3	52.3	70.1	119.2
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non-Financial	10.7	9.6	8.1	14.6	25.3	52.3	70.1	119.2
3. PRIVATE BANKS AND FINANCIAL INSTITUTIONS	12,318.5	14,438.5	14,714.3	14,127.7	12,667.5	10,147.8	9,602.6	8,615.9
Public Sector	6,346.8	8,794.7	10,245.9	11,363.6	11,112.0	8,835.4	8,212.4	7,246.3
- Financial	2,461.9	4,386.4	5,201.8	5,521.6	5,628.5	4,628.9	4,438.8	3,978.1
- Non-Financial (1)	2,483.8	2,707.5	3,049.0	2,913.2	2,814.0	2,157.8	1,816.0	1,767.9
- Private Sector with Public Guarantee	1,401.1	1,700.8	1,995.1	2,928.8	2,669.5	2,048.7	1,957.6	1,500.3
Private Sector	5,971.7	5,643.8	4,468.4	2,764.1	1,555.5	1,312.4	1,390.2	1,369.6
- Financial (1)	3,394.1	3,368.7	2,690.6	1,296.0	501.6	149.2	148.1	139.0
- Non-Financial	2,577.6	2,275.1	1,777.8	1,468.1	1,053.9	1,163.2	1,242.1	1,230.6
4. SUPPLIERS	634.1	517.5	381.4	524.5	738.6	754.5	755.0	766.0
Public Sector	307.7	264.9	214.5	355.4	497.8	478.1	338.9	347.4
- Financial	1.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non-Financial (1)	306.4	264.9	214.5	349.2	493.4	478.1	338.9	347.4
- Private Sector with Public Guarantee	0.0	0.0	0.0	6.2	4.4	0.0	0.0	0.0
Private Sector	326.4	252.6	166.9	169.1	240.8	276.4	416.1	418.6
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non-Financial	326.4	252.6	166.9	169.1	240.8	276.4	416.1	418.6
5. CORPORATE AND PRIVATE CREDITORS	432.3	445.2	472.2	463.3	569.5	637.5	664.5	673.1
Private Sector	432.3	445.2	472.2	463.3	569.5	637.5	664.5	673.1
- Financial	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
- Non-Financial	432.3	445.2	472.2	463.3	569.5	637.5	664.5	673.1
MEDIUM AND LONG TERM DEBT	14,831.5	16,963.2	17,649.9	17,813.5	17,190.7	15,447.4	14,956.4	14,082.6

(*) Excludes IMF credits and Debt Repayable in Local currency

Includes reductions owing to External Debt Conversion (Art. 18, 19 and others).

(1) Includes Public and Private Sector Bonds, respectively.

Source: Banco Central de Chile.

TABLE N° 12

SCHEDULE OF AMORTIZATIONS OF MEDIUM AND LONG TERM EXTERNAL DEBT, AS OF 06.30.89

(Millions of US\$)

ITEM	1989	1990	1991	1992	1993	1994	1995
1. Public and Private Debt	1,265.9	971.8	1,274.9	974.0	1,070.5	922.3	850.9
2. New Money 1983, 1984 and 1985, 1986	-	-	646.9	646.9	173.2	97.8	97.8
3. Rescheduled Debt (Public and Financial Private Sector 1985-1987/1988-1991)	-524.2	-255.8	-258.2	73.8	474.2	455.1	426.2
With Foreign Governments (Paris Club)	(35.9)	(37.9)	(55.8)	(73.8)	(55.0)	(35.9)	(7.0)
With Private Bankers and Financial Institutions 1/	-(560.1) 2/	-(293.7) 2/	-(314.0) 2/	-	(419.2)	(419.2)	(419.2)
TOTAL	741.7	716.0	1,663.6	1,694.7	1,717.9	1,475.2	1,374.9

1/ Amortizations refer to the amounts refinanced by the Public Sector and Domestic Financial Sector.

2/ It refers to the total to be refinanced with the Creditor Banks.

Source: Banco Central de Chile.

TABLE N° 13

GROWTH RATES OF GROSS DOMESTIC PRODUCT BY SECTOR 1/

(Percentage change in 12 months)

SECTOR	1986 (*)			1987 (*)					1988 (*)					1989 (*)	
	III	IV	TOTAL	I	II	III	IV	TOTAL	I	II	III	IV	TOTAL	I	II
Agriculture	7.0	6.2	8.7	5.9	2.8	5.0	4.4	4.5	5.1	6.4	6.1	5.6	5.7	0.9	5.5
Fishing	-6.8	18.7	10.0	28.4	-17.9	-28.1	-10.6	-8.0	-5.8	1.2	24.8	0.0	2.6	41.3	17.6
Mining	-2.4	-5.6	1.4	0.2	-3.3	-1.2	4.5	0.0	-1.1	0.0	8.4	9.2	4.2	5.3	11.5
Industry	8.4	12.3	8.0	10.8	2.5	5.6	3.8	5.5	9.3	7.6	9.5	8.4	8.7	10.7	14.1
Elect., Gas and Water	5.9	5.4	6.5	5.3	4.2	3.5	2.4	3.8	9.1	8.1	9.9	10.2	9.3	7.3	8.1
Construction	-5.3	-0.1	1.3	4.1	11.2	19.2	8.5	10.6	7.5	5.2	6.5	5.2	6.1	10.8	6.0
Commerce	4.3	6.7	5.5	11.1	5.6	6.6	7.1	7.5	8.3	9.6	10.5	10.5	9.8	14.7	16.1
Transport	10.0	8.2	8.1	12.6	11.3	7.1	9.7	10.1	10.6	6.6	13.5	15.0	11.5	14.5	16.8
Others 2/	5.6	5.1	4.7	8.8	6.1	4.3	4.0	5.8	3.7	5.7	6.0	7.8	5.8	8.2	9.0
TOTAL G.D.P.	4.8	6.0	5.7	8.5	4.3	5.2	5.0	5.7	6.0	6.4	8.4	8.7	7.4	9.5	11.4

1/ Over the same period of the previous year.

2/ Includes Financial Services, Personal Services, Housing, Public Administration, Import Duties and Banking Charges.

(*) Estimated.

Source : Banco Central de Chile.

TABLE N° 13-A

GROSS DOMESTIC PRODUCT SPENDING

(Rate Annual Variation)

ITEM	1982*	1983*	1984**	1985**	1986**	1987**	1988**
Overall Household Consumption and Private Non-Profit Institutions	-12.1	-3.4	1.3	-1.1	4.9	4.8	9.6
Overall Government Consumption Spending	-1.3	-0.6	1.5	-0.3	-2.1	-2.1	4.7
Inventory Variation	-	-	-	-	-	-	-
Gross Composition of Fixed Capital	-33.9	-14.9	9.0	14.8	7.1	16.2	10.7
Exports of Goods and Services	4.7	0.6	6.8	6.9	9.8	8.8	6.1
Minus: Imports of Goods and Services	-36.3	-15.1	16.5	-11.0	9.7	17.0	12.1
Gross Domestic Product Spending	-14.1	-0.7	6.3	2.4	5.7	5.7	7.4

(*) Provisional figures.

(**) Estimated figures.

Source: Banco Central de Chile.

TABLE N° 13-B

LABOR FORCE AND UNEMPLOYMENT NATIONWIDE

(Thousand persons)

ECONOMIC ACTIVITY	UNEMPLOYMENT			EMPLOYMENT			LABOR FORCE		
	Apr.-Jun.88	Apr.-Jun.89	%	Apr.-Jun.88	Apr.-Jun.89	%	Apr.-Jun.88	Apr.-Jun.89	%
TOTAL	405.5	318.9	-21.4	4,051.4	4,262.1	5.2	4,456.9	4,581.0	2.8
Agriculture	46.7	41.3	-11.6	788.6	774.5	-1.8	835.3	815.8	-2.3
Mining	3.8	3.5	-7.9	86.7	102.3	18.0	90.5	105.8	16.9
Industry	61.5	40.6	-34.0	629.9	709.5	12.6	691.4	750.1	8.5
Electricity, Gas and Water	1.4	0.5	-64.3	27.3	25.7	-5.9	28.7	26.2	-8.7
Construction	42.6	45.7	7.3	258.5	287.0	11.0	301.1	332.7	10.5
Commerce	53.7	43.2	-19.6	697.6	738.6	5.9	751.3	781.8	4.1
Transport and Communications	19.3	14.0	-27.5	266.0	297.0	11.7	285.3	311	9.0
Financial Sector	16.3	12.4	-23.9	175.5	190.2	8.4	191.8	202.6	5.6
Other Services	94.0	66.0	-29.8	1,120.1	1,137.2	1.5	1,214.1	1,203.2	-0.9
Unspecified Act.	0.1	0.0	-100.0	1.2	0.1	-91.7	1.3	0.1	-92.3
Seeking employment for the first time	66.1	51.7	-21.8	-	-	-	66.1	51.7	-21.8

Note: The statistics on labor force and unemployment, since November 1986, differ from those published previously because they are originated from a new sample design (Sample from the Integrated Program of Household Inquiry-PIDEH), based on the XV Population and IV Housing Census which has been adjusted to the more recent changes in the administrative political division.

Source: Instituto Nacional de Estadísticas.

TABLE N° 14

**PUBLIC FINANCE
CONSOLIDATED IN DOMESTIC AND FOREIGN CURRENCY**

(Millions of Chilean pesos)

ITEM	1982	1983	1984	1985	1986	1987	1988 (*)
FISCAL SPENDING	352,089.5	451,317.9	567,095.2	880,137.0	1,021,597.9	1,237,379.9	1,810,424.4
- Fiscal Spending Excluding Debt Service	326,980.4	401,935.4	496,105.4	683,213.4	848,897.5	1,020,559.1	1,299,570.2
FISCAL REVENUES	323,032.2	391,452.4	482,913.0	701,283.7	916,008.2	1,230,257.8	1,704,616.6
FISCAL DEFICIT	29,057.3	59,865.5	84,182.2	178,853.3	105,589.7	7,122.1	105,807.8
- Deficit / Fiscal Spending (%)	8.3	13.3	14.8	20.3	10.3	0.6	5.8
- Deficit Excluding Debt Service / Spending Excluding Debt Service	1.2	2.6	2.7	-2.6	-7.9	-20.5	-31.2
- Deficit / Fiscal Spending Excluding Debt Service (%)	8.9	14.9	17.0	26.2	12.4	0.7	8.1
- Social Spending / Fiscal Spending Excluding Debt Service (%)	59.4	60.0	61.1	58.7	57.3	54.4	52.5
- Social Spending / Fiscal Spending (%)	55.3	54.5	54.5	46.9	49.1	46.2	40.3
- Fiscal Deficit / GNP (%)	2.3	3.8	4.5	6.9	3.3	0.2	2.0
- Fiscal Deficit Excluding Debt Service / GNP (%)	0.3	0.7	0.7	-0.7	-2.1	-5.0	-7.5

Note: The definition of "fiscal sector" is different from that of the "non-financial public sector" of Table N° 4, where the actual performance and targets agreed upon with the IMF are shown. The "fiscal sector" includes all the resources controlled by the Treasury, i.e., those of centralized services plus allocations to decentralized institutions. The term "Deficit" also differs in that the definition presented in this table includes amortizations payments on domestic and foreign public sector debt.

(*) Provisional figures.

Source: Dirección de Presupuesto, Ministerio de Hacienda.

TABLE N° 15

PUBLIC SECTOR, FINANCIAL OPERATIONS, 1987

(Millions of Pesos)

ITEM	General Government	Public Enterprises	CORFO Corporations	CODELCO	Total Public Sector, Gross	Adjustments	Total Public Sector, Net
Current Revenues	1,178,452	534,861	391,241	495,943	2,600,497	345,348	2,255,149
Current Expenditures	1,064,417	342,438	289,421	264,078	1,960,354	0	1,960,354
Transfers	0	163,822	67,899	163,237	394,958	345,348	49,610
Current Account Surplus (Deficit)	114,035	28,601	33,921	68,628	245,185	0	245,185
Capital Revenues	152,621	10,169	19,124	6,352	188,266	9,657	178,609
Capital Expenditures	262,215	32,817	58,076	72,555	425,663	9,657	416,006
Overall Surplus (Deficit)	4,441 -4,441	5,953 -5,953	-5,031 5,031	2,425 -2,425	7,788 -7,788	0	7,788 (**) -7,788
Financing							

(**) Excluded impact on debt of indexations to inflation and net credit to the Private Sector, by Ch. \$ 26,856 million. Taken these into account, the overall deficit would be Ch. \$ 19,068 millions.

Source: Dirección de Presupuestos, Ministerio de Hacienda.

TABLE N° 15 - A

PUBLIC SECTOR, FINANCIAL OPERATIONS, 1988 (*)

(Millions of Pesos)

ITEM	General Government	Public Enterprises	CORFO Corporations	CODELCO	Total Public Sector, Gross	Adjustments	Total Public Sector, Net
Current Revenues	1,553,328	666,257	227,823	862,324	3,309,732	539,156	2,770,576
Current Expenditures	1,435,028	493,108	136,074	350,017	2,414,227	6,537	2,407,690
Transfers	0	161,714	61,450	393,840	617,005	532,619	84,386
Current Account Surplus (Deficit)	118,300	11,435	30,299	118,466	278,500	0	278,500
Capital Revenues	219,481	13,452	20,664	7,594	261,191	17,873	243,318
Capital Expenditures	336,450	33,148	52,229	101,210	523,038	17,873	505,165
Overall Surplus (Deficit)	1,331 -1,331	-8,261 8,261	-1,267 1,267	24,849 -24,849	16,653 -16,653	0	16,653 (**) -16,653
Financing							

(*) Provisional figures.

(**) Excluded impact on debt of indexations to inflation and net credit to the Private Sector, by Ch. \$ 7,253 million. Taken these into account, the overall deficit would be Ch. \$ 9,400 millions.

Source: Dirección de Presupuestos, Ministerio de Hacienda.

TABLE N° 16

MONETARY AGGREGATES

(Monthly average, in millions of Chilean pesos)

DATE	Bills & Coins in Circulation C	Demand Deposits D1	Private Money M1	Time Deposits Dp	M1 + DP M2	M3 (*)	M3A (**)	Public Money Dg	Monetary Base E
1982									
Dec.	36,908	38,140	75,048	245,376	320,424	384,134	449,025	39,452	61,746
1983									
Dec.	46,703	48,476	95,179	194,553	289,732	385,274	454,628	43,507	70,137
1984									
Dec.	54,772	47,602	102,374	278,251	380,625	502,294	575,601	46,181	82,455
1985									
Dec.	70,666	60,715	131,381	394,252	525,633	703,911	807,887	68,256	110,538
1986									
Dec.	97,286	92,003	189,289	466,183	655,472	933,234	1,094,549	113,064	151,818
1987									
Oct.	102,469	82,227	184,696	666,206	850,902	1,196,587	1,386,212	126,151	164,655
Nov.	103,562	79,999	183,561	717,347	900,908	1,254,142	1,449,658	127,072	170,549
Dec.	118,741	84,880	203,621	743,700	947,321	1,314,582	1,514,455	133,550	187,869
1988									
Jan.	119,629	121,060	240,689	756,224	996,913	1,372,577	1,608,870	171,301	193,510
Feb.	125,770	129,141	254,911	753,066	1,007,977	1,385,408	1,636,278	179,546	196,476
Mar.	129,010	132,524	261,534	755,932	1,017,466	1,413,516	1,652,559	168,956	199,164
Apr.	127,537	120,498	248,035	768,915	1,016,950	1,427,794	1,599,764	101,367	206,476
May	129,537	119,526	249,063	777,118	1,026,181	1,449,588	1,645,648	121,749	209,615
Jun.	130,483	121,959	252,442	773,205	1,025,647	1,459,807	1,652,340	123,189	203,937
Jul.	134,003	131,089	265,092	785,208	1,050,300	1,489,875	1,672,713	115,869	208,550
Aug.	133,582	136,812	270,394	801,743	1,072,137	1,520,329	1,689,922	103,613	208,578
Sep.	143,915	143,731	287,646	844,609	1,132,255	1,580,415	1,749,905	99,280	221,404
Oct.	145,880	161,356	307,236	887,653	1,194,889	1,640,805	1,830,536	107,891	227,857
Nov.	142,392	142,921	285,313	904,502	1,189,815	1,646,333	1,834,099	106,733	223,885
Dec.	158,141	161,214	319,355	918,907	1,238,262	1,695,921	1,920,022	140,477	247,964
1989									
Jan.	157,299	176,978	334,277	981,337	1,315,614	1,776,649	2,044,104	185,701	253,341
Feb.	163,676	185,332	349,008	991,708	1,340,716	1,801,011	2,038,949	150,177	251,749
Mar.	168,323	189,242	357,565	989,670	1,347,235	1,823,090	2,042,323	140,617	259,595
Apr.	164,874	172,696	337,570	1,009,390	1,346,960	1,837,502	2,095,243	169,548	272,276
May	164,497	167,474	331,971	1,015,114	1,347,085	1,850,414	2,173,725	227,502	268,536
Jun.	164,438	152,214	316,652	1,057,707	1,374,359	1,889,865	2,193,754	230,327	281,508

(*) M3 = M2 + Saving Accounts + Other Demand dep.

(**) M3A = Private and Public Money and Quasimoney.

Source: Banco Central de Chile.

TABLE N° 16 - A
FINANCIAL SYSTEM: DEPOSITS AND LOANS (*)
 (Monthly Average)

DATE	LOCAL CURRENCY DEPOSITS		FOREIGN CURRENCY DEPOSITS		EFFECTIVE LOANS (1)	
	Demand Dep. (Mill. \$)	Time Dep.	Demand Dep. (Mill. US\$)	Time Dep.	Local Curr. (Mill. \$)	Foreign Curr. (Mill. US\$)
1983						
Dec.	143,660	342,368	131.9	187.3	539,387	4,140
1984						
Dec.	171,916	448,963	142.9	203.2	776,974	3,172
1985						
Dec.	247,315	638,378	141.2	410.0	1,104,429	2,156
1986						
Dec.	364,806	805,983	163.0	557.3	1,256,271	2,033
1987						
Oct.	449,398	1,073,385	152.6	663.1	1,510,673	2,112
Nov.	455,001	1,134,782	149.1	681.6	1,536,926	2,145
Dec.	496,064	1,159,364	167.5	708.8	1,586,518	2,073
1988						
Jan.	527,579	1,179,354	179.1	720.1	1,655,723	2,043
Feb.	502,235	1,186,454	209.7	771.8	1,692,865	2,012
Mar.	524,562	1,201,078	212.2	812.4	1,704,494	2,010
Apr.	540,019	1,214,373	217.3	859.3	1,745,563	1,893
May	567,752	1,234,822	203.9	880.6	1,774,889	1,904
Jun.	581,720	1,238,123	216.2	896.1	1,804,162	1,895
Jul.	577,034	1,247,331	217.4	934.2	1,829,193	1,931
Aug.	585,357	1,276,544	237.8	981.8	1,852,212	1,976
Sep.	592,023	1,329,601	223.1	926.0	1,884,440	2,019
Oct.	586,441	1,388,498	204.9	877.7	1,925,655	2,045
Nov.	596,075	1,413,148	206.3	939.6	1,935,425	2,103
Dec.	648,565	1,423,127	206.1	956.1	1,987,286	2,164
1989						
Jan.	662,862	1,484,627	211.0	996.9	2,026,886	2,211
Feb.	623,881	1,504,021	221.6	1,036.7	2,060,630	2,232
Mar.	667,000	1,499,699	240.2	1,058.5	2,087,711	2,326
Apr.	595,567	1,536,109	231.7	1,064.4	2,114,030	2,372
May	749,138	1,550,893	223.0	1,085.0	2,165,193	2,392
Jun.	747,529	1,581,184	222.0	1,108.8	2,216,519	2,387

(*) Includes deposits and loans to private and public sector.

(1) Includes loans with the system's own resources and loans with Central Bank resources.

Source: Banco Central de Chile.

TABLE N° 17

WAGES AND SALARIES INDEX, 1980 - March 1989
(Base: Dec. 82 = 100)

DATE	INDEX	ANNUAL % CHANGE	REAL INDEX (*)	ANNUAL% CHANGE
1983 Aver.	108.33	13.7	96.81	-10.9
1984 "	129.97	20.0	97.05	0.2
1985 "	162.60	25.1	92.72	-4.5
1986 "	198.30	22.0	94.56	2.0
1987 "	237.27	19.7	94.40	-0.2
1987				
Jan.	218.95	18.7	95.55	1.8
Feb.	221.04	19.2	94.82	1.4
Mar.	222.53	18.4	93.92	0.7
Apr.	226.14	18.0	93.24	-0.7
May	229.47	17.0	93.20	-2.3
Jun.	233.92	18.7	94.35	-0.2
Jul.	237.63	18.8	94.26	-0.8
Aug.	240.10	19.1	93.90	-1.3
Sep.	247.19	21.6	94.87	0.3
Oct.	251.78	22.4	94.35	0.1
Nov.	255.40	20.9	93.90	-1.6
Dec.	263.07	22.1	96.40	0.5
1988				
Jan.	269.24	23.0	97.95	2.5
Feb.	272.08	23.1	98.62	4.0
Mar.	275.96	24.0	98.17	4.5
Apr.	279.48	23.6	98.66	5.8
May	283.93	23.7	99.77	7.0
Jun.	291.58	24.6	101.84	7.9
Jul.	295.19	24.2	102.96	9.2
Aug.	298.41	24.3	103.26	10.0
Sep.	299.56	21.2	102.68	8.2
Oct.	300.26	19.3	101.39	7.5
Nov.	304.95	19.4	101.06	7.6
Dec.	309.07	17.5	100.51	4.3
1989				
Jan.	315.94	17.3	101.61	3.7
Feb.	320.04	17.6	102.80	4.2
Mar.	324.08	17.4	102.16	4.1
Apr.	331.14	18.5	103.30	4.7
May	337.10	18.7	103.14	3.4
Jun.	341.82	17.2	102.77	0.9

(*) Deflated by C.P.I.

Source: Instituto Nacional de Estadísticas.

TABLE N° 18
INTEREST RATES
 (Monthly rates in Banking System)

DATE	SHORT TERM DEPOSITS (1)		SHORT TERM LOANS (1)		P. D. B. C. (2)	
	Nominal	Real (3)	Nominal	Real (3)	Nominal	Real (3)
1982						
Dec.	4.60	3.40	5.50	4.30	3.86	2.66
1983						
Dec.	1.86	1.26	2.64	2.04	1.73	1.13
1984						
Dec.	2.98	1.58	4.21	2.81	2.67	1.25
1985						
Dec.	1.92	0.62	2.34	1.04	1.49	0.19
1986						
Dec.	1.61	0.11	2.03	0.53	1.42	-0.08
1987						
Oct.	2.13	-0.26	2.64	0.23	1.87	-0.52
Nov.	2.45	0.54	2.97	1.05	2.18	0.27
Dec.	1.88	1.58	2.48	2.17	2.09	1.78
1988						
Jan.	0.77	0.07	1.35	0.65	0.65	-0.05
Feb.	0.93	0.53	1.50	1.10	0.86	0.46
Mar.	1.04	-0.84	1.42	-0.47	1.02	-0.88
Apr.	1.83	1.02	2.19	1.38	1.76	0.96
May	1.04	0.54	1.56	1.05	1.08	1.03
Jun.	0.78	0.18	1.28	0.68	0.78	0.18
Jul.	0.64	0.54	1.16	1.06	0.78	0.68
Aug.	0.68	-0.12	1.10	0.30	0.70	-0.01
Sep.	1.13	0.23	1.44	0.54	0.96	0.06
Oct.	1.34	-0.16	1.66	0.16	1.24	-0.26
Nov.	1.87	-0.03	2.18	0.27	1.69	-0.22
Dec.	2.01	0.11	2.44	0.53	1.90	-0.01
1989						
Jan.	2.04	0.93	2.56	1.44	2.04	0.94
Feb.	1.38	1.28	2.23	2.13	1.71	1.61
Mar.	0.99	-0.89	1.51	-0.38	0.60	-1.30
Apr.	2.04	1.03	2.50	1.49	1.86	0.86
May	1.55	-0.45	2.08	0.08	1.51	-0.49
Jun.	2.29	0.47	2.74	0.92	2.17	0.37

(1) Short term (30-89 days) deposits and loans in the Commercial Banking System.

(2) Discount rate on "Pagarés Descontables del Banco Central" in the secondary market.

(3) To express interest rates in real terms, the monthly inflation rate (Consumer Price Index) is discounted from the nominal rate.

Source: Banco Central de Chile.

TABLE N° 19

REFERENCE AND PREFERENTIAL RATES OF EXCHANGE

(Chilean pesos / US\$, monthly average)

DATE	OBSERVED	REFERENTIAL	PREFERENTIAL (1)
1982			
Dec.	72.39	71.54	57.51
1983			
Dec.	87.07	87.07	72.33
1984			
Dec.	126.23	126.16	88.28
1985			
Dec.	182.48	179.21	-
1986			
Dec.	203.67	200.39	-
1987			
Apr.	211.49	211.48	-
May	212.54	214.63	-
Jun.	218.18	218.32	-
Jul.	224.13	220.35	-
Aug.	224.58	221.66	-
Sep.	225.15	224.25	-
Oct.	229.27	226.82	-
Nov.	233.83	229.85	-
Dec.	235.34	232.47	-
1988			
Jan.	243.73	242.98	-
Feb.	240.00	244.21	-
Mar.	243.33	244.60	-
Apr.	241.88	244.89	-
May	245.15	246.02	-
Jun.	248.31	246.58	-
Jul.	248.32	246.67	-
Aug.	245.59	246.59	-
Sep.	245.67	246.11	-
Oct.	247.09	246.84	-
Nov.	246.44	247.87	-
Dec.	244.63	249.10	-
1989			
Jan.	247.11	250.73	-
Feb.	245.84	252.86	-
Mar.	249.64	253.05	-
Apr.	251.36	252.55	-
May	252.44	254.56	-
Jun.	261.66	256.06	-

(1) The Executive Committee of the Central Bank of Chile, in Session N° 1657 of June, 27, 1985 revoked as of July, 1, 1985, Agreement N° 1466 dated September, 3, 1982 of the Executive Committee.

Source: Banco Central de Chile.

TABLE N° 20

PRICE INDEXES

DATE	WHOLESALE PRICES		CONSUMER PRICES	
	INDEX (Dec.74=100)	Monthly Var.	INDEX (Apr.89=100)	Monthly Var.
1984				
Dec.	13,685.64	36.5 (1)	47.25	23.0 (1)
1985				
Dec.	17,825.57	30.3 (1)	59.73	26.4 (1)
1986				
Dec.	21,077.17	18.2 (1)	70.10	17.4 (1)
1987				
Apr.	22,378.74	3.2	75.66	2.4
May	22,788.58	1.8	76.81	1.5
Jun.	23,105.82	1.4	77.34	0.7
Jul.	23,920.60	3.5	78.64	1.7
Aug.	24,557.51	2.7	79.77	1.4
Sep.	25,148.82	2.4	81.29	1.9
Oct.	25,920.53	3.1	83.25	2.4
Nov.	26,128.41	0.8	84.85	1.9
Dec.	24,675.56	-5.6	85.13	0.3
1988				
Jan.	24,267.73	-1.7	85.75	0.7
Feb.	24,127.43	-0.6	86.07	0.4
Mar.	24,299.50	0.7	87.69	1.9
Apr.	24,563.07	1.1	88.37	0.8
May	24,757.10	0.8	88.78	0.5
Jun.	25,087.96	1.3	89.32	0.6
Jul.	25,208.54	0.5	89.44	0.1
Aug.	25,073.63	-0.5	90.16	0.8
Sep.	25,245.56	0.7	91.01	0.9
Oct.	25,500.58	1.0	92.39	1.5
Nov.	25,449.66	-0.2	94.14	1.9
Dec.	25,493.62	0.2	95.93	1.9
1989				
Jan.	25,760.70	1.0	97.00	1.1
Feb.	26,327.19	2.2	97.12	0.1
Mar.	26,701.04	1.4	98.97	1.9
Apr.	27,208.23	1.9	100.00	1.0
May	27,841.52	2.3	101.96	2.0
Jun.	28,335.64	1.8	103.76	1.8

(1) December to December variations.

Source: Instituto Nacional de Estadísticas, I.N.E.

TABLE N° 21

FINANCIAL SYSTEM INDICATORS

(Percent)

At: 03.31.89

ITEM	Private Chilean Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A. CAPITAL ADEQUACY					
1. Physical Fixed Assets / Capital	43.7	24.5	18.3	41.7	34.0
2. Past due Loans (Cart.Ven.) / Capital	19.6	5.4	16.6	6.6	14.6
3. Debt / Capital	12.6	5.5	13.3	8.9	10.6
4. Loans Sold to Central Bank / Capital	347.7	0.0	0.0	16.5	184.0
B. ASSET QUALITY					
1. Past due Loans / Total Loans	2.1	1.6	2.0	0.8	2.0
2. Loans Loss Res. (Prov.) / Total Loans	5.2	2.5	6.2	2.6	4.9
3. Loans Sold to Central Bank / Total Loans	36.7	0.0	0.0	2.1	24.9
C. LIABILITY STRUCTURE					
1. Demand Deposits / Total Liabilities Except Capital and Resv.	13.3	18.5	13.2	7.0	14.1
2. Time Deposits / Total Liabilities Except Capital and Resv.	29.4	34.8	32.0	69.2	31.2
3. Total Foreign Liabilities / Total Liabilities Except Capital and Resv.	31.9	27.5	29.8	0.1	30.4
D. MANAGEMENT					
1. Administration Expenses / Total Loans and Fin. Inv.	0.2	0.2	0.1	0.8	0.2
2. Remuneration Expenses / Total Loans and Fin. Inv.	0.4	0.4	0.6	1.3	0.4
3. Fixed Expenses / Operating Profits	103.7	118.3	261.2	221.6	123.0
E. INCOME					
1. Net Profits / Capital	0.3	1.4	0.6	9.1	0.8
2. Net Prof-Other net Inc. / Capital	0.5	1.4	0.1	5.2	0.8
3. Net Profits / Total Assets	0.0	0.1	0.0	0.8	0.1

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 21 - A

FINANCIAL SYSTEM INDICATORS

(Percent)

At: 12.31.88

ITEM	Private Chilean Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A. CAPITAL ADEQUACY					
1. Physical Fixed Assets / Capital	43.3	25.8	16.9	59.3	34.3
2. Past due Loans (Cart.Ven.) / Capital	18.1	5.9	22.4	7.9	15.1
3. Debt / Capital	13.1	5.7	15.0	11.7	11.2
4. Loans Sold to Central Bank / Capital	357.2	1.4	0.0	38.4	193.7
B. ASSET QUALITY					
1. Past due Loans / Total Loans	1.9	1.8	2.8	0.7	2.0
2. Loans Loss Res. (Prov.) Total Loans	5.1	2.6	6.3	2.8	4.9
3. Loans Sold to Central Bank / Total Loans	38.0	0.4	0.0	3.6	26.0
C. LIABILITY STRUCTURE					
1. Demand Deposits / Total Liabilities Except Capital and Resv.	12.6	17.6	15.1	8.2	13.8
2. Time Deposits / Total Liabilities Except Capital and Resv.	28.4	37.0	30.7	64.1	30.6
3. Total Foreign Liabilities / Total Liabilities Except Capital and Resv.	32.6	27.0	28.1	0.1	30.4
D. MANAGEMENT					
1. Administration Expenses / Total Loans and Fin. Inv.	0.6	1.0	0.3	2.8	0.7
2. Remuneration Expenses / Total Loans and Fin. Inv.	1.3	1.5	2.1	4.4	1.5
3. Fixed Expenses / Operating Profits	43.8	43.6	34.2	53.5	40.5
E. INCOME					
1. Net Profits / Capital	0.5	7.1	14.5	39.3	5.1
2. Net Prof-Other net Inc. / Capital	-4.3	5.4	15.1	28.8	1.9
3. Net Profits / Total Assets	0.0	0.8	0.8	2.6	0.3

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 21 - B

FINANCIAL SYSTEM INDICATORS

(Percent)

At: 09.30.88

ITEM	Private Chilean Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A. CAPITAL ADEQUACY					
1. Physical Fixed Assets / Capital	43.3	25.5	9.5	54.1	30.6
2. Past due Loans (Cart.Ven.) / Capital	23.4	5.8	13.6	9.7	16.2
3. Debt / Capital					
4. Loans Sold to Central Bank / Capital	374.3	5.3	0.0	46.3	182.7
B. ASSET QUALITY					
1. Past due Loans / Total Loans	2.5	1.7	2.8	1.0	2.4
2. Loans Loss Res. (Prov.) Total Loans	5.2	2.8	6.5	2.8	5.1
3. Loans Sold to Central Bank / Total Loans	39.8	1.6	0.0	4.6	27.2
C. LIABILITY STRUCTURE					
1. Demand Deposits / Total Liabilities Except Capital and Resv.	12.9	20.6	10.9	8.7	13.6
2. Time Deposits / Total Liabilities Except Capital and Resv.	26.9	34.8	31.9	64.0	29.5
3. Total Foreign Liabilities / Total Liabilities Except Capital and Resv.	33.2	26.6	31.2	0.1	31.4
D. MANAGEMENT					
1. Administration Expenses / Total Loans and Fin. Inv.	0.5	0.7	0.3	2.1	0.5
2. Remuneration Expenses / Total Loans and Fin. Inv.	0.8	1.0	1.3	2.6	0.9
3. Fixed Expenses / Operating Profits	40.6	46.1	31.4	48.4	39.1
E. INCOME					
1. Net Profits / Capital	0.9	7.1	6.4	28.4	3.8
2. Net Prof-Other net Inc. / Capital	0.3	7.2	9.4	24.5	4.1
3. Net Profits / Total Assets	0.1	0.8	0.6	1.9	0.3

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 21 - C

FINANCIAL SYSTEM INDICATORS

(Percent)

At: 06.30.88

ITEM	Private Chilean Banks	Foreign Banks in Chile	Banco del Estado	Financ. Instit.	Total System
A. CAPITAL ADEQUACY					
1. Physical Fixed Assets / Capital	49.8	28.7	11.6	58.0	35.4
2. Past due Loans (Cart.Ven.) / Capital	23.4	5.8	18.2	12.3	17.6
3. Debt / Capital	12.8	6.0	9.2	11.1	10.3
4. Loans Sold to Central Bank / Capital	389.5	6.8	0.0	51.9	196.6
B. ASSET QUALITY					
1. Past due Loans / Total Loans	1.8	1.6	3.9	1.2	2.0
2. Loans Loss Res. (Prov.) Total Loans	4.7	3.5	7.4	3.5	4.9
3. Loans Sold to Central Bank / Total Loans	29.4	1.8	0.0	5.1	22.4
C. LIABILITY STRUCTURE					
1. Demand Deposits / Total Liabilities Except Capital and Resv.	12.5	21.1	12.2	11.9	13.7
2. Time Deposits / Total Liabilities Except Capital and Resv.	24.4	34.3	33.5	57.5	27.9
3. Total Foreign Liabilities / Total Liabilities Except Capital and Resv.	34.3	26.3	33.4	0.1	32.5
D. MANAGEMENT					
1. Administration Expenses / Total Loans and Fin. Inv.	0.3	0.5	0.2	1.4	0.3
2. Remuneration Expenses / Total Loans and Fin. Inv.	0.7	0.8	1.0	2.3	0.8
3. Fixed Expenses / Operating Profits	42.6	43.3	36.0	55.4	41.5
E. INCOME					
1. Net Profits / Capital	0.7	5.4	4.5	19.4	3.0
2. Net Prof-Other net Inc. / Capital	0.3	5.1	6.5	16.2	3.2
3. Net Profits / Total Assets	0.0	0.6	0.4	1.2	0.2

Source: Superintendencia de Bancos e Instituciones Financieras.

TABLE N° 22 - A

CORPORATE SECTOR FINANCIAL INDICATORS: PROFITABILITY

DATE	Net Profit Margin	Net Profits Net Worth	Net Profits Total Assets	Net Profits Before Taxes and Financial Cost	Net Profits Before Taxes Financial Cost and Inflation Adjustment
				Total Assets	Total Assets
	(%)	(%)	(%)	(%)	(%)
Dec.82	-32.83	-17.99	-9.02	-3.23	1.63
Dec.83	-3.79	-2.91	-1.51	2.6	3.57
Dec.84	1.93	1.45	0.73	5.41	6.79
Dec.85	-1.48	-1.27	-0.60	2.80	5.10
Dec.86	11.18	8.96	4.39	8.06	9.29
1987					
Mar.	16.16	2.96	1.52	2.29	2.39
Jun.	16.05	5.92	3.25	4.76	5.08
Sep.	18.09	9.70	5.54	7.76	8.06
Dec.	18.82	13.89	8.26	11.44	12.85
1988					
Mar.	22.52	4.21	2.53	3.22	3.27
Jun.	25.03	10.37	6.43	7.62	8.05
Sep.	38.97	14.95	10.06	12.05	11.19
Dec.	28.83	17.25	11.90	14.57	13.98
1989					
Mar.	28.63	4.49	3.18	3.67	3.48
Jun.	26.55	8.32	5.79	6.96	6.93

Source: Superintendencia de Valores y Seguros.

TABLE N° 22 - B

CORPORATE SECTOR FINANCIAL INDICATORS: LIQUIDITY

DATE	Current Ratio	Acid-Test Ratio	<u>Receivables</u> Sales %	Average Collection Period Ratio (days)
Dec.82	1.10	0.85	15.0	54.71
Dec.83	0.99	0.69	11.7	42.54
Dec.84	1.02	0.70	12.4	45.11
Dec.85	1.37	1.00	11.8	42.90
Dec.86	1.25	0.94	13.6	49.53
1987				
Mar.	1.22	0.91	13.7	49.94
Jun.	1.15	0.85	13.4	48.82
Sep.	1.19	0.85	13.6	49.72
Dec.	1.32	0.98	14.1	51.55
1988				
Mar.	1.37	1.05	12.8	46.61
Jun.	1.39	1.03	12.1	44.01
Sep.	1.51	1.08	13.2	48.17
Dec.	1.41	1.16	13.8	50.26
1989				
Mar.	1.62	1.26	13.0	47.55
Jun.	1.42	1.08	11.5	42.03

Source: Superintendencia de Valores y Seguros.

TABLE N° 22 - C

CORPORATE SECTOR FINANCIAL INDICATORS: INDEBTEDNESS

DATE	Total Debt / Capital	<u>Total Debt</u> <u>Total Assets</u> (%)	<u>Long Term Debt</u> <u>Capital</u> %
Dec.82	1.00	49.88	68.55
Dec.83	0.93	48.25	59.02
Dec.84	0.99	49.86	62.67
Dec.85	1.11	52.60	79.83
Dec.86	1.04	51.01	75.22
1987			
Mar.	0.95	48.78	66.44
Jun.	0.93	48.08	63.01
Sep.	0.75	42.85	48.89
Dec.	0.68	40.49	43.18
1988			
Mar.	0.66	39.80	40.43
Jun.	0.61	37.96	36.92
Sep.	0.49	32.69	31.09
Dec.	0.45	30.98	24.86
1989			
Mar.	0.41	29.08	23.86
Jun.	0.44	30.34	24.05

Source: Superintendencia de Valores y Seguros.

**MAIN ECONOMIC MEASURES
ADOPTED DURING THE SECOND SEMESTER OF 1989**

APRIL

- 14 The ordinary interest rate was determined, to be applied from April 14, 1989 to the day prior to its next publication in the Official Gazette. The percentages, per item, are:

RATES

- Non adjustable transactions in local currency	
- At less than 90 days	26.16% per annum
- At 90 days and over	26.40% per annum
- Adjustable transactions in local currency	7.97% per annum
- Transactions in US dollars or expressed in foreign currency	12.71% per annum

(Certificate Nr. 1989/4 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette of April 14, 1989).

MAY

- 10 The contracting of an External Credit with the International Bank for Reconstruction and Development (IBRD) was authorized in the amount of US\$ 75,000,000 which will be destined to partially finance the carrying out of a Public Road and Urban Transportation program.

(Decree N° 357 of April 13, 1989 of the Ministry of Finance)

- 11 The contracting of an External Credit with the International Bank for Reconstruction and Development (IBRD) was authorized in the amount of US\$ 75,000,000. This loan will be destined to partially finance a loan program in favour of productive entities of the private sector.

(Decree N° 376 of April 24, 1989 of the Ministry of Finance)

- 13 The ordinary interest rate was determined, to be applied from May 13, 1989 to the day prior to its next publication in the Official Gazette. The percentages, per item, are:

RATES

- Non adjustable transactions in local currency	
- At less than 90 days	30.12% per annum
- At 90 days and over	33.84% per annum
- Adjustable transactions in local currency	7.81% per annum
- Transactions in US dollars or expressed in foreign currency	12.90% per annum

(Certificate Nr. 1989/5 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette of May 13, 1989).

JUNE

- 14 The ordinary interest rate was determined, to be applied between May 13, 1989 and the day prior to its next publication in the Official Gazette. The percentages, per item, are:

RATES

- Non adjustable transactions in local currency	
- At less than 90 days	25.08% per annum
- At 90 days and over	32.76% per annum
- Adjustable transactions in local currency	7.90% per annum
- Transactions in US dollars or expressed in foreign currency	12.61% per annum

(Certificate Nr. 1989/6 of the Superintendency of Banks and Financial Institutions, published in the Official Gazette of May 13, 1989).

16 The capital stock of "Banco Internacional" was updated, same amounting to Ch\$ 2,083,706,876.

(Resolution N° 92 of June 8, 1989 of the Superintendency of Banks and Financial Institutions).

