

Edgar Filing: CREDICORP LTD - Form 6-K

CREDICORP LTD  
Form 6-K  
February 19, 2003

February 18, 2003

Securities and Exchange Commission,  
450 Fifth Street, N.W.,  
Washington, D.C. 20549

Re: Credicorp Ltd. - Report on Form 6-K

Dear Sirs:

On behalf of Credicorp Ltd. (the "Company"), I hereby notify you of the following Material Event on the Company's Report on Form 6-K (the "Form 6-K"). The attached Material Event ("Hecho de Importancia") are being furnished to the Securities and Exchange Commission pursuant to Rule 13a-16 and Form 6-K under the Securities Exchange Act of 1934, as amended.

This Report contains a copy of the following:

-- Notice of Material Event, submitted to CONASEV and the "Bolsa de Valores de Lima" on February 11, 2003.

Please direct any questions or comments you may have regarding this filing to the undersigned at 156 Calle Centenario, La Molina, Lima - 12 Peru.

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Credicorp Ltd.

Name: Ray Campos  
Title: Authorized Representative

SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

FORM 6-K

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16  
of the Securities Exchange Act of 1934

For the quarter ended December 31, 2002

Credicorp Ltd.  
Clarendon House  
Church Street  
Hamilton HM 11 Bermuda

## Edgar Filing: CREDICORP LTD - Form 6-K

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F  Form 40-F \_\_\_\_\_

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes \_\_\_\_\_ No  \_\_\_\_\_

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):

February 11, 2003

CONASEV

Dear Sirs:

In accordance with articles 10 and 28 of the Capital Markets Law and CONASEV resolution number 107-2002-EF/94.10, Credicorp Ltd. complies in notifying you of the following Material Event:

Today the Central Management of our company approved the consolidated financial statements for Credicorp and subsidiaries as of December 31, 2002,

Sincerely,

Benedicto Ciguenas

Credicorp Ltd.

CREDICORP LTD. AND SUBSIDIARIES  
 CONSOLIDATED BALANCE SHEET  
 AS OF DECEMBER 30, 2002 AND DECEMBER 31, 2001  
 (Amounts expressed in thousands of U.S. Dollars)

	2002	2001	
-----			
ASSETS			LIABILITIES AND SHAREHOLDER EQUITY
-----			
			LIABILITIES
-----			
CURRENT ASSETS			CURRENT LIABILITIES
-----			
Cash and due from banks	2,150,946	1,847,266	Deposits and obligations
-----			
Interbank Funds	31,445	50,186	Interbank Funds
-----			
Marketable securities, net			Deposits from other financial and international

Edgar Filing: CREDICORP LTD - Form 6-K

	613,174	548,138	institutions
Loans net	3,030,726	2,156,868	Due to banks and correspondents
Accounts receivables (net)	49,897	49,285	Securities, notes and obligations outstanding
Other accounts receivables (net)	0	0	Accounts payables
Other Assets	240,283	315,205	Other accounts payables
TOTAL CURRENT ASSETS	6,116,471	4,966,948	Provisions
			Other liabilities
Loan portfolio (net)	1,366,127	1,563,178	TOTAL CURRENT LIABILITIES
Accounts receivables (net)	0	0	
Other accounts receivables (net)	91,533	100,250	Debt and financial obligations
Disposable assets, foreclosed assets and out of use assets	92,091	75,750	Securities, notes and obligations outstanding
Investment securities available for sale	633,131	587,349	Other accounts payables
Real state investments (net)	0	0	Provisions
Property, plant and equipment, net	288,889	258,870	Income tax and deferred liabilities
Intangible assets (net)	30,456	29,496	Other liabilities
Income tax and deferred assets	0	0	TOTAL NON CURRENT LIABILITIES
Other Assets	0	0	TOTAL LIABILITIES
			Minority Interest
			SHAREHOLDERS' EQUITY
			Paid in Capital
			Additional Capital
			Reserves
			Other Reserves
			Retained earnings
TOTAL NON CURRENT ASSETS	2,502,227	2,614,893	TOTAL SHAREHOLDERS' EQUITY
TOTAL ASSETS	8,618,698	7,581,841	TOTAL LIABILITIES AND NET SHAREHOLDERS'S EQUITY

Edgar Filing: CREDICORP LTD - Form 6-K

CREDICORP LTD. AND SUBSIDIARIES  
 INCOME STATEMENTS  
 For the periods ended December 31, 2002 and 2001  
 (In Thousands of U.S. Dollars)

	For the 3 month period October 1st to December 31, 2002	For the 3 month period October 1st to December 31, 2001	For the 12 month period Jan. 1st to December 31, 2002	For the month period Jan. 1st to December 31, 2001
INCOME	131,379	151,765	513,346	683,633
Interest Income	131,379	151,765	513,346	683,633
Interest on Deposits with banks	9,602	10,409	35,050	62,444
Interest and commissions from Interbank funds	628	125	1,465	3,070
Interest on trading securities	17,456	15,064	45,493	65,064
Interest on Loans	101,314	123,786	420,341	544,250
Income on notes receivables	0	0	0	0
Interest and dividends on investment	490	380	2,293	2,380
Fees and other income on financial operations	1,889	2,001	8,704	6,410
Others	0	0	0	0
Operating Income	0	0	0	0
Other operating revenue	0	0	0	0
EXPENSES	-43,587	-60,561	-178,070	-318,540
Interest Expense	-43,587	-60,561	-178,070	-318,540
Interest and fees on obligations with the public	-27,866	-41,163	-117,258	-220,020
Interest and fees on interbank funds	-222	-287	-918	-1,760
Interest on deposits from other financial and international institutions	-214	-1,463	-2,350	-4,320
Interest on short term debt to banks and correspondents	-4,914	-10,100	-24,367	-57,410
Interest on long term debt to banks and				

Edgar Filing: CREDICORP LTD - Form 6-K

correspondents	0	0	0	
Interest and fees on other financial obligations	-407	-9	-514	-6
Other interest expense	-9,964	-7,539	-32,663	-34,95
Operating costs	0	0	0	
<b>GROSS FINANCIAL MARGIN</b>	<b>87,792</b>	<b>91,204</b>	<b>335,276</b>	<b>365,09</b>
Provision for lower market value of investments	0	0	0	
Provision for possible loan losses, net	-23,735	-40,394	-111,646	-134,35
<b>NET INTEREST INCOME</b>	<b>64,057</b>	<b>50,810</b>	<b>223,630</b>	<b>230,74</b>
Other Income	48,167	41,353	180,892	165,46
Other expense	-24,506	-22,001	-97,901	-97,01
<b>OPERATING MARGIN</b>	<b>87,718</b>	<b>70,162</b>	<b>306,621</b>	<b>299,18</b>
Administrative expenses	-108,246	-103,249	-391,242	-403,85
Cost of sales	-5,300	-5,377	-18,181	-16,29
<b>OPERATING RESULTS</b>	<b>-25,828</b>	<b>-38,464</b>	<b>-102,802</b>	<b>-120,96</b>
Financial income	48,059	82,171	190,582	215,44
Financial expense	0	0	0	
Other income and expense	0	0	0	
Result from exposure to inflation	384	835	-2,482	-2,57
Income before income taxes and extraordinary items	22,615	44,542	85,298	91,90
Participations	0	0	0	
Income taxes	-5,987	-8,605	-32,628	-21,55
Income before extraordinary items	16,628	35,937	52,670	70,35
Extraordinary income	0	0	0	
Extraordinary expenses	0	0	0	
Income before minority interests	16,628	35,937	52,670	70,35
Minority interest	-3,110	-9,427	-10,287	-15,83

Edgar Filing: CREDICORP LTD - Form 6-K

Net Income	13,518	26,510	42,383	54,511
Preferred dividends	0	0	0	
NET ATTRIBUTABLE INCOME	13,518	26,510	42,383	54,511
Earnings per share	0.169511	0.330875	0.531468	0.680388
Diluted earnings per share	0.169511	0.330875	0.531468	0.680388

CREDICORP LTD. AND SUBSIDIARIES  
Changes in Shareholder's Equity  
For the periods ended December 31 of 2002 and 2001  
(In Thousands of U.S. Dollars)

	Common Shares	Capital Surplus	Legal Reserve	Special Reserve	Retained Earnings
Balances at January 1, 2001	400,607	145,064	69,527	28,659	138,877
1. Changes in accounting practices and correction of material errors	0	0	0	0	4,466
2. Distribution and appropriation of profits	0	0	0	0	
3. Dividends and participations	0	0	0	0	-23,900
4. New capital additions	0	0	0	0	
5. Changes in premiums and donations	0	0	0	0	
6. Increase or decrease due to mergers or spinoffs	0	0	0	0	
7. Asset revaluations	0	0	0	0	
8. Capitalization of equity accounts	0	0	0	0	
9. Capital reductions	0	0	0	0	
10. Profit (loss) net of the current period	0	0	0	0	54,511
11. Other increase (decrease) of equity accounts	-3,300	-6,044	0	5,918	-17,590
Balances at December 31, 2001	397,307	139,020	69,527	34,577	156,344
Balances at January 1, 2002	397,307	139,020	69,527	34,577	156,344
Changes in accounting practices					
1. and correction of material errors	0	0	0	0	
2. Distribution and appropriation of profits	0	0	0	0	

Edgar Filing: CREDICORP LTD - Form 6-K

3. Dividends and participations	0	0	0	0	-15,98
4. New capital additions	0	0	0	0	
5. Changes in premiums and donations	0	0	0	0	
6. Increase or decrease due to mergers or spinoffs	0	0	0	0	
7. Asset revaluations	0	0	0	0	
8. Capitalization of equity accounts	0	0	0	0	
9. Capital reductions	0	0	0	0	
10. Profit (loss) net of the current period	0	0	0	0	42,38
11. Other increase (decrease) of equity accounts	1,428	1,480	0	0	-2,27
Balances at December 31, 2002	398,735	140,500	69,527	34,577	180,46

CREDICORP LTD. AND SUBSIDIARIES  
Statement of Cash Flows  
For the periods ended December 31 of 2002 and 2001  
(In Thousands of U.S. Dollars)

For the 12  
month  
period Jan.  
1st to  
December  
31, 2002

RECONCILIATION OF NET RESULTS WITH CASH AND  
CASH EQUIVALENTS PROVIDED BY OPERATIONS

NET INCOME (LOSS) FOR THE PERIOD	42,383
ADJUSTMENTS TO NET RESULTS OF THE PERIOD	0
Depreciation and amortization	44,371
Loan loss provision	111,646
Provision for securities and seized assets	26,566
Other provisions	0
Profit (loss) from the sale of securities	-2,754
Profit (loss) from the sale of properties and equipment	0
Others	0

## Edgar Filing: CREDICORP LTD - Form 6-K

---

### DEBITS AND CREDITS FROM NET CHANGES IN ASSETS AND LIABILITIES

---

Increase (decrease) in receivables and other accounts receivables	8,105
Increase (decrease) in notes payables and other accounts payables	-549
Increase (decrease) in other assets	74,926
Increase (decrease) in other liabilities	53,812
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS PROVIDED BY OPERATIONS</b>	<b>358,506</b>

---

### CASH FLOWS FROM INVESTING ACTIVITIES

---

Increase from sale of properties and equipment	551
Increase from sale of other non financial assets	0
Purchase of properties and equipment	-61,339
Purchase of other non financial assets	-167,810
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS PROVIDED BY INVESTING ACTIVITIES</b>	<b>-228,598</b>

---

### CASH FLOWS FROM FINANCING ACTIVITIES

---

Increase (decrease) net of deposits and obligations	1,004,211
Increase (decrease) net of obligations to banks and correspondents	-31,754
Increase (decrease) net of other financial liabilities	0
Increase (decrease) capital and capital surplus	2,908
(Increase) decrease net of the loan portfolio	-788,453
(Increase) decrease net of investments	0
Dividends received (paid)	-31,881
(Increase) decrease of other financial assets	0
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS PROVIDED BY FINANCING ACTIVITIES</b>	<b>155,031</b>

---

<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>284,939</b>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,897,452
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	2,182,391

---



## Edgar Filing: CREDICORP LTD - Form 6-K

For additional information please contact:

Jose Hung Alfredo Montero

Investor Relations General Manager

Banco de Credito Banco de Credito, Miami Agency

Phone: (511) 349-0590 Phone: (305) 448-0971

E-mail: [jhungAbout Equalsbcp.com.pe](mailto:jhungAboutEqualsbcp.com.pe) Fax: (305) 448-0981

Web site: <http://www.credicorpnet.com> E-mail: [amontero@bcpmiami.com](mailto:amontero@bcpmiami.com)

### CREDICORP LTD. ANNOUNCES FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2002

(Lima, Peru, February 11, 2003) - Credicorp Ltd. ("Credicorp") (NYSE:BAP; LSE:BAPC1) today announced its financial results for the quarter ended December 31, 2002.

For the twelve month period ended December 31, 2002, Credicorp reported a consolidated net income of US\$42.4 million, improving over year 2001 net income of US\$54.5 considering that this included extraordinary gains of US\$19.0 million from sales of shares in Backus & Johnston and of a subsidiary in El Salvador, that were effected in November 2001. Earnings per share were US\$0.53 in 2002 and US\$0.68 in 2001.

In the fourth quarter of 2002 Credicorp had net income of US\$13.5 million, while net income in the year-ago quarter increased to US\$26.5 million because of the above mentioned extraordinary gains. Quarterly net income per share was US\$0.17 and US\$0.33 in fourth quarter 2002 and 2001, respectively.

Full year 2002 operating results, as well as results in its fourth quarter, improve over results in the same year-ago periods, mainly due to higher non-financial income and lower loan loss provisions, which offset lower net interest income and higher operating expenses.

#### I. CREDICORP LTD. AND SUBSIDIARIES

#### CREDICORP LTD. AND SUBSIDIARIES SUMMARY OF RESULTS (In U.S.\$ millions, except net income per share)

	Three months ended			Twelve mon
	31.12.01	30.09.02	31.12.02	31.12.01
Net interest income	94.5	77.5	79.2	376.2
Provisions for possible loan losses, net	40.4	32.2	23.7	134.4
Other income	116.4	89.6	104.8	357.5
Claims on insurance activities	22.0	25.5	24.5	97.0
Other expenses	102.9	94.9	113.5	407.9
Translation result	0.8	(0.9)	0.4	(2.6)
Income before income tax and minority interest	46.4	13.7	22.6	91.9
Income Tax	(10.5)	(8.8)	(6.0)	(21.6)
Minority Interest	(9.4)	(1.8)	(3.1)	(15.8)
Net Income	26.5 (2)	3.1	13.5	54.5 (2)
Net Income per share (1)	0.33 (2)	0.04	0.17	0.68 (2)

## Edgar Filing: CREDICORP LTD - Form 6-K

- (1) Based on 79.5 million in 4Q01 and 79.8 million net outstanding shares at 3Q02 and 4Q02. The total number of shares is 94.4 million, however, as 14.6 million are held by affiliates as treasury shares, the net consolidated outstanding shares are 79.8 million.
- (2) Includes US\$19.0 million (US\$0.23 per share ) extraordinary gains on sales of securities and a subsidiary.

### I.1 PERUVIAN ECONOMIC SITUATION

Actual GDP growth rates continued to exceed market expectations. With growth of 2.8% achieved in the first quarter 2002, 6.1% in the second and 5.2% in the third, cumulative growth through November 2002 reached 4.8%. The recovery of economic activity, is based, since the second quarter, on growth of non-primary sectors, while in prior periods it depended on growth of the mining sector brought by Antamina. Nevertheless, the recovery of the construction sector, of non-primary manufacturing (which include textiles and cement production) and of consumption, is noteworthy. In the first quarter of 2003 GDP growth is expected to continue over 4%, slowingdown in the rest of the year where growth should exceed 3% for total fiscal 2003.

Continuing a positive trend that began in the last quarter of 2001, aggregate demand data show that Internal Demand increased 5.3% in the third quarter of 2002, after increasing 1.0% and 4.8% in the first and second quarters, respectively. Growth in the third quarter 2002, is mostly due to increased private and public consumption, 5.8% and 3.8%, respectively, while total investment grew 5.8% after dropping for seven consecutive quarters, since the third quarter of 2000.

In the fourth quarter of 2002, the consumer price index in Peru increased 0.3%, lower than 0.6% inflation in each of the preceding two quarters. Cumulative inflation in year 2002 was 1.5%, and remained below the 2.0% target established for total 2002 by the Central Bank. The wholesale price index declined 0.2% in the current quarter, after growing 1.7% in both the third quarter and cumulative for the whole year 2002.

The average bank market Nuevos Soles exchange rate in Peru was S/.3.514 at December 31, 2002, recovering from S/.3.644 at the end of the third quarter, a 3.6% revaluation. Cumulative devaluation for total year 2002 was 2.0%.

International reserves of the Central Bank decreased from US\$9,857 million at September 30, 2002 to US\$9,598 million at December 31, 2002, mostly due to seasonal withdrawals by banks.

During the fourth quarter 2002 both deposit and loan volumes had a slight positive trend. Deposits in the fifteen commercial banks in the system reached S/.49.2 billion (US\$14.0 billion), according to the Asociacion de Bancos del Peru (ASBANC) as of December 31, 2002, remaining similar in nominal terms to the preceding quarter balance due to the 3.6% lower exchange rate, but grows 5.9% compared to year-ago deposits.

During the quarter ended December 31, 2002, local currency loans in the banking system grew 6.2%, in nominal terms, to S/.7.6 billion (US\$2.2 billion), while foreign currency loans remained unchanged at US\$8.4 billion.

As of December 31, 2002, the Peruvian bank's average past due ratio was 7.7%, better than 8.2% in September 2002, and 9.1% at December 2001. It should be noted that these ratios are below actual

## Edgar Filing: CREDICORP LTD - Form 6-K

ones due to the benefits of government sponsored programs that exchanged Treasury Bonds for past due loans. BCP decided not to take advantage of these programs.

Commercial banks' past due loans decreased 7.9% during the current quarter to S/.2.9 billion (US\$813 million), and are 13.5% below bad loans at December 2001 (in nominal terms). At December 31, 2002, loan loss provisions were S/.3.8 billion (US\$1.1 billion), decreasing slightly during this quarter mostly due to the aforementioned exchange rate revaluation. The system-wide past due loan coverage ratio was 133.8% at year-end 2002, better than 114.2% at the close of the prior year.

During the fourth quarter 2002 commercial banks' local currency interest rates increased, changing their negative trend due to the exchange rate volatility and the Central Bank's policy change in favor of monetary contraction. Local currency average loan rates (TAMN) were 21.1% in fourth quarter 2002, increasing from 20.0% in the preceding third quarter of 2002, while deposits rates (TIPMN) grew to 3.7% from 3.2%, respectively. The average local currency interbank rates increased from 3.7% in third quarter of 2002 to 4.1% in the current quarter. Foreign currency loan rates (TAMEX) were 10.1% in fourth quarter 2002, remaining similar to the preceding period, while deposit rates (TIPMEX) decreased slightly to 1.4% from 1.5% in the third quarter of 2002.

10

### I.2 INTEREST INCOME AND OTHER INCOME

Net interest income in the fourth quarter of 2002 was US\$79.2 million, 16.2% less than that earned in the same period of 2001, mostly due to lower loan volumes and decreased interest margins. The net interest margin (net interest income over average interest earning assets), on an annualized basis, was 4.97% during the fourth quarter of 2002, lower than 6.16% in the year-ago quarter, and also compared to 5.37% in the third quarter 2002. Net interest margin decreased with respect to the preceding quarter principally due to lower lending rates in foreign currency and higher funding costs in Nuevos Soles, noting the continuing overall excess of liquid funds. The volume in interest earning assets, as an average between quarterly ending balances, reached US\$6,370 million in the period, increasing 3.8% compared to US\$6,136 million in the last quarter of 2001.

Non-interest income was US\$104.8 million in the fourth quarter of 2002, lower by 10.0% compared to US\$116.4 million in the same period of 2001, principally due to US\$29.6 millions in gains from the sale of shares and a subsidiary in November 2001, as mentioned before, and registered in the securities transactions caption. Income from banking fees in the fourth quarter of 2002 increased 5.5% compared to revenue in the year-ago period, reaching US\$44.2 million. Non-interest income components were as follows:

(In US\$Mn)	4Q01	3Q02	4Q02	4Q02 vs. 3Q02	4Q02 vs. 4Q01
-----					
Commissions for banking services(1)	41.9	43.8	44.2	0.9%	5.5%

## Edgar Filing: CREDICORP LTD - Form 6-K

Net premiums	27.2	31.3	30.9	-1.5%	13.3%
Gains from sale of securities	32.9	-5.7	5.4	N/A	-83.5%
Gains from foreign exchange	4.0	5.5	7.0	25.7%	73.2%
Other non-interest income	10.3	14.6	17.3	18.5%	68.5%
Total Non-Interest Income	116.4	89.6	104.8	16.9%	-10.0%

- (1) Credicorp's results show reclassifications by BCP, made on prior periods for comparison purposes, in the income from banking fees and general expenses concepts, of expenses incurred to provide certain services and recovered from clients through fees. Starting in 2Q02, financial statements show fee income net of these expenses, which were previously reported as part of general expenses.

### I.3 OTHER NON-INTEREST EXPENSES

Other non-interest expenses, which include provisions for assets received in lieu of loan repayment and employee profit sharing expense, amounted to US\$113.5 million in fourth quarter 2002, 10.3% higher than in the same period of the previous year. Higher expenses are principally explained by BCP's US\$4.0 million non-recurrent expenses (see Section II.4), expense from Banco Santander Central Hispano Peru ("BSCH Peru") acquired by BCP (see Sections II.1 and II.5) of US\$3.5 million, and US\$3.0 million due to severance payments for personnel reduction and the closing of BCP's New York office. Credicorp's other expense components had the following variations:

11

(% change and US\$Mn)	4Q01	3Q02	4Q02	4Q02 vs. 3Q02	4Q02 vs. 4Q01
Salaries and employee benefits	43.9	43.6	49.5	13.6%	12.9%
General, administrative, and taxes(1)	31.2	33.0	39.8	20.8%	27.7%
Depreciation and amortization	12.4	10.7	11.5	7.7%	-6.9%
Other	15.4	7.6	12.6	66.8%	-18.1%
Total Other Expenses	102.9	94.9	113.5	20.0%	10.3%

- (1) See note in the preceding table.

The efficiency ratio (adjusted operating expenses, determined by netting provisions for assets received in lieu of loan repayment, employee profit sharing expenses and non-recurrent expenses) as a percentage of total income, without extraordinary concepts, increased to 55.6% in the fourth quarter of 2002 having been 49.4% in the same period last year. Nevertheless, the efficiency ratio improved for full year 2002 to 52.0% from 52.9% in 2001. As explained in Section II.4, BCP registered US\$4.0 million of non-recurrent expenses in this quarter, and US\$12.5 million for total 2002. Adjusted operating expenses as a percentage of average total assets was 5.1% the current period, higher than 4.9% in the year-ago quarter.

### I.4 ASSETS AND LIABILITIES

## Edgar Filing: CREDICORP LTD - Form 6-K

Credicorp's totals assets were US\$8.6 billion at December 31, 2002, 16.5% over the balance at the start of the quarter, and grows 13.6% compared to the ending balance of 2001. The loan portfolio as of December 31, 2002 totaled US\$4.8 billion, increasing 24.5% during the present quarter, and are 18.5% higher than the year-ago balance. Deposits and other obligations reached US\$6.8 billion at December 31, 2002, a 19.9% increase in the current quarter, and 18.0% in year 2001. Loans and deposits grew in the current quarter mostly due to volume from BSCH Peru. Due to banks and correspondents, which closed at US\$309.7 million, remained almost unchanged during the present quarter, but declined 9.3% from US\$341.5 million in December 2001.

Loan quality indicators are shown in the following table:

(In US\$Mn)	4Q01	3Q02	4Q02
Total loans	4,064.5	3,869.6	4,817.7
Past due loans	350.8	310.4	405.3
Loan loss reserves	344.4	310.8	420.8
Past due / Total loans	8.6%	8.0%	8.4%
Reserves / Past due	98.2%	100.1%	103.8%

The balance of past due loans increased from US\$310.4 million in the preceding quarter to US\$405.3 million at the end of 2002, which included US\$116.3 million from BSCH Peru (see Section II.5), and after charge-offs amounting to US\$34.5 million.

12

### I.5 SUBSIDIARIES

Credicorp's principal subsidiaries contributed to consolidated net income as follows:

(US\$Mn)	4Q01	3Q02	4Q02	12m01	12m02
Banco de Credito BCP	US\$11.9	US\$10.0	US\$22.5	US\$45.7	US\$59.8
Atlantic	0.5	0.1	0.2	4.6	1.6
PPS	19.4	2.7	0.7	18.7	7.0
Banco Tequendama	-0.1	-3.1	-0.9	-1.8	-4.4
Credicorp and others*	-5.2	-6.6	-9.0	-12.7	-21.6
Consolidated Net Income	US\$26.5	US\$ 3.1	US\$ 13.5	US\$54.5	US\$42.4

\* Includes Inversiones Credito and Grupo Capital (for contributions through Nov. 2001).

In the preceding table, the Credicorp and others concept contribute a loss of US\$9.0 million in the current quarter, which is mostly due to a US\$3.0

## Edgar Filing: CREDICORP LTD - Form 6-K

million provision for impaired value of investments, and US\$2.7 million of provisions on substandard loans transferred from Banco Tequendama. For total 2002, the US\$21.6 millones negative contribution is due to Credicorp's US\$12.8 million of losses assumed on behalf of Banco Tequendama, of which US\$6.5 million corresponded to provisions for transferred loans, and US\$6.3 million to exchange losses caused by the devaluation of the Colombian Peso and the Venezuelan Bolivar. Comparing with the previous year, in full year 2001 Credicorp had US\$2.4 million cumulative provisions for loans transferred from Banco Tequendama, while there were no provisions for this concept in the fourth quarter of 2001.

In the present quarter, Banco de Credito BCP contributed US\$22.5 million to Credicorp's net income, while its results according to Peruvian accounting principles reported in Section II, amounted to US\$12.1 million, with the difference mainly due to higher translation gains registered on Credicorp's records (US\$1.2 million) compared to inflation adjustment losses (US\$9.9 million), which includes exchange losses on foreign currency asset positions in BCP's accounting based on domestic currency.

PPS's contributions to Credicorp in full year 2001 (US\$18.7 million) and in the fourth quarter of that year (US\$19.4 million) are lower than results according to Peruvian accounting principles (US\$60.9 million and US\$60.1 million, respectively, see section IV), principally due to lower gains from the sale of Backus & Johnston shares. From this operation, approximately a US\$20 million gain was obtained by Credicorp, net of provisions, while a US\$54 million net profit was recorded in PPS's local books. The lower profit is due to the higher cost of these shares as registered in Credicorp's books, according to market valuation at Credicorp's inception, compared to historic cost at PPS.

Below are brief comments on some of the subsidiaries not discussed in the following sections of this report:

### Banco de Credito de Bolivia ("BCB"), Bolivia

Credicorp holds a 99.7% interest in BCB, directly and through various subsidiaries, and it is consolidated within BCP's financial statements. The Bolivian economy, after an stagnant year 2001, is expected to grow 2% in 2002 and may not reach 3% growth in 2003, lower than previously expected due to the government's fiscal difficulties and lower foreign investments. President Sanchez de Lozada, that took office in August, has relaxed monetary policy, facing social unrest with measures in favor of social security and public pension plans, increasing difficulties in financing a budget deficit that amounts to 7% of GDP. The general price level grew only 2.5% in 2002 (0.02% as of June 2002), reflecting the weakness in demand, and continues to be below devaluation which was 9.8% in the year, with an ending exchange rate of 7.50 Bolivianos per U.S. Dollar.

13

Loan volume in the banking system continued to decline, which has led the Superintendency to relax regulations on past due loans and loan restructuring requirements. After falling by 10.8% in 2000 and 16.4% in 2001, loans decreased 11.7% in 2002, to finish at US\$2,691 million. Loan quality continued to deteriorate, from a past due ratio of 16.1% in December 2001, to 17.6% in December 2002, but improves from 21.6% at September 2002 mostly due to the regulation change that allows overdue loans with less than 30 days past due not to be registered as past due. Total deposits in the system amounted to US\$2,729 million at December 2002, lower by 13.6% compared to December 2001.

BCB's market share in deposits at the end of 2002 was 12.7%, similar to

## Edgar Filing: CREDICORP LTD - Form 6-K

12.5% at the end of September 2002, remaining as the fifth bank of twelve banks in the system. In terms of loans, BCB ranked as the fourth in the system with 11.7% market share, also similar to 11.9% it had last September.

As of December 31, 2002, BCB had total loans of US\$313.3 million which compares to the US\$322.4 million at September 2002, and US\$391.5 million at year-end 2001. At the end of the fourth quarter 2002, BCB's past due loans reached US\$67.6 million, or 21.6% of total loans, lower than 25.3% at September 2002, but remains over 14.2% at December 2001. Coverage of past due loans with loan loss provisions increases from 57.6% as of December 2001 to 62.5% in December 2002.

In 2002, loan provisions charged against results in BCB's records amounted to US\$14.2 million, compared to US\$18.2 million charged during 2001. During 2002, an additional US\$16.0 million in loan loss provisions were incurred at the BCP level to cover BCB's impaired assets, while in full 2001 an additional US\$13.6 million were provisioned by Credicorp (US\$7.0 million) and at the BCP level (US\$6.6 million).

Total year 2002 net income was only US\$22 thousand, compared to US\$1.3 million in 2001, decreasing principally due to lower net interest income, partially offset by higher gains on sale of securities.

### Banco Tequendama, Colombia

Colombian GDP grew 1.6% through September 2002, with relatively high growth of 2.2% in the second quarter and 1.9% in the third. Economic activity continues giving slight signs of improvement, led by expansion of the construction and manufacturing sectors, that grew 6.3% and 2.4% in the third quarter, respectively.

Following the 18.8% devaluation in the third quarter 2002, the exchange rate remained almost unchanged in the last quarter, ending 2002 at Co\$2,865 per US\$1, resulting in a cumulative devaluation of 25% in the year. Inflation increased from 0.5% in the third quarter 2002 to 1.6% in the current period, reaching 7.0% in the year, which exceeded the official 6% target.

During the quarter, interest rates continued a slow decline, with the DTF rate decreasing from 8.91% last September to 7.70% at the end of December 2002. After several years of successive lower Central Bank intervention rates with the objective of helping the recovery of economic activity, in January 2003 rates were increased 100 basis points to control inflation.

Banking system statistics show that loans decrease from US\$15.7 billion at December 2001, to US\$14.4 billion at the close of October 2002, with the past-due ratio increasing to 13.4%, from 10.3% at year-end 2001. Total deposits in the banking entities were US\$18.7 billion at the end of October 2002, decreasing 16.2% since December 2001.

Banco Tequendama's loan market share, as of October 2002, was 1.43%, lower than 1.49% obtained in December 2001. At the same dates, deposit market share decreased to 0.74% from 0.78%.

As of December 31, 2002, Banco Tequendama's loans were US\$211.7 million, remaining similar to the preceding quarter balance, but decreases from US\$245.1 million as of December 2001. At the end of 2002, deposits totaled US\$154.1 million, decreasing slightly compared to US\$159.2 million in September 2002, decreasing also from US\$227.4 million at the year-ago period.

## Edgar Filing: CREDICORP LTD - Form 6-K

The past due loan ratio was 4.3% in December 2002, improving from 4.7% at the end of last September, while coverage with provisions was 67.0%, compared to 72.7%, respectively.

15

### II. BANCO DE CREDITO DEL PERU AND SUBSIDIARIES ("BCP")

#### II.1 NET INCOME

Consolidated net income for the year ended December 31, 2002 was S/.228.1 million (US\$64.9 million), increasing 24.7% compared to net income of S/.182.9 million (US\$52.1 million) in 2001. Net income for the quarter ended December 31, 2002 was S/.42.5 million (US\$12.1 million), lower than S/.47.0 million (US\$13.4 million) in the fourth quarter of 2001. Results in year 2002 increased compared to the previous year principally due to higher non-interest income and lower loan loss provisions, that offset decreased net interest income and higher operating expenses. These same changes are noted comparing fourth quarter 2002 net income with the year-ago period, except for the negative inflation adjustment result, due to the strenghtening of the Nuevo Sol exchange rate in the last quarter, explaining the lower current period profits.

#### BANCO DE CREDITO DEL PERU AND SUBSIDIARIES SUMMARY OF RESULTS (1)

(In constant S/. and U.S.\$ millions, except net income per share)

	Three months ended			Twelve months ended		
	31.12.01	30.09.02	31.12.02	31.12.02	31.12.01	31.12.01
				US\$		
Net interest income	289.4	261.9	281.8	\$80.2	1,164.3	1,099.8
Provisions for loan losses, net	113.7	110.1	69.0	\$19.6	428.5	363.2
Other income	189.8	195.1	212.4	\$60.4	675.8	777.1
Other expenses	295.9	291.2	326.7	\$93.0	1,145.8	1,200.0
Result from exposure to inflation	12.9	27.3	(34.6)	(\$9.9)	(1.5)	1.5
Income before income tax	82.4	83.1	63.8	\$18.2	264.4	322.6
Income Tax	35.4	21.9	21.3	\$6.1	81.5	90.0
Net Income	47.0	61.2	42.5	\$12.1	182.9	232.6
Net Income per share (2)	0.044	0.057	0.039	\$0.011	0.170	0.210

(1) Financial statements prepared according to Peruvian GAAP. The financial information is in constant soles as of December 31, 2002. Figures in US\$ have been translated at the exchange rate of S/.3.514 to the dollar.



## Edgar Filing: CREDICORP LTD - Form 6-K

(2) Based on 1,076 million outstanding shares in all periods.

16

During the fourth quarter of 2002 BCP acquired Banco Santander Central Hispano Peru ("BSCH Peru"), which is included in BCP's consolidated financial statements since the beginning of December 2002. The following summary of results, according to Peruvian GAAP, corresponding to the month of December 2002, should be considered only for reference since they include numerous non recurring adjustments due to the acquisition and pending merger.

BSCH Peru Results month of December 2002	S/.Mn	US\$m(1)
Net interest income	18.2	5.2
Provisions for loan losses, net	0.0	0.0
Other income	7.5	2.1
Other expenses	12.7	3.6
Result from exposure to inflation	0.8	0.2
Income before income tax	13.9	3.9
Income Tax	4.2	1.2
Net Income	9.7	2.8

(1) Translated at the exchange rate of S/ .3.514 per US\$1.

### II.2 NET INTEREST INCOME

Interest income, net of interest payments, in the fourth quarter of 2002 reached S/.281.8 million (US\$80.2 million), decreasing 2.6% compared to the same period of last year, but grew 7.6% compared to the preceding third quarter of 2002. The decline versus the prior year quarter is mainly due to lower interest margins, within a persistent excess liquidity environment in both local and foreign currencies.

During the fourth quarter of 2002, the net interest margin was 5.38%, decreasing from 5.57% in the third quarter of 2002, and also compared to 6.15% during the last quarter of 2001. During the current quarter the margin decreased mostly due to continued declining loan rates in foreign currency and higher local currency deposit interest rates.

### II.3 NON-INTEREST INCOME

Non-interest income, including fee revenue and other non-interest items, in the fourth quarter of 2002 amounted to S/.212.4 million (US\$60.4 million), 11.9% higher than income earned during the same period of 2001, while total year 2002 revenue grew 15.2%, reaching S/.778.3 million (US\$221.5 million), mostly due to higher banking services fees and increased recoveries of charged-off accounts and provisions of prior years.

In the fourth quarter of 2002, fees from banking services amounted to S/.148.5 million (US\$42.2 million), 14.1% higher than in the same period of 2001, mostly due to increased revenue from account maintenance and credit card fees. (See note in table of Section I.2.) In the quarter, fees on the most

## Edgar Filing: CREDICORP LTD - Form 6-K

important banking services had the following growth rates:

17

(In constant S/. Mn.)	4Q01	4Q02	Growth
Contingent credits	6.7	8.1	20.9%
Foreign Trade	5.9	7.9	33.9%
Account Maintenance	29.9	37.9	26.8%
Insurance	6.0	6.2	3.3%
Collections fees	14.0	16.3	16.4%
Fund transfer services	24.2	26.1	7.9%
Credit card fees	14.7	18.4	25.2%
Brokerage	6.6	8.6	30.3%
Corporate Finance	3.9	4.3	10.3%
Loan administration	1.7	0.8	-52.9%
Shipping and handling	6.5	6.9	6.2%
Other	10.1	7.0	-30.7%
Total	130.2	148.5	14.1%

In the fourth quarter of 2002, securities transactions resulted in gains of S/.4.7 million (US\$1.4 million), compared to the last quarter of 2001 which had gains of S/.21.2 million (US\$6.0 million) due to recoveries of excess provisions. The general index of the Lima Stock Exchange increased 21.0% in the fourth quarter of 2002, growing a cumulative 18.3% in the year 2002.

Gains from foreign exchange operations were S/.23.5 million (US\$6.7 million) in the fourth quarter of 2002, 50.4% over revenue in the same period in 2001, mainly due to increased traded volumes, while margins remained almost unchanged.

The Other Income caption, where reversals of prior year expenses and provisions and recoveries of certain operating costs from clients are booked, increased from S/.22.7 million (US\$6.5 million) in the fourth quarter of 2001 to S/.35.6 million (US\$10.1 million) in the current period, principally due to increased recoveries of accounts charged-off in previous periods and prior years provisions.

#### II.4 OTHER NON-INTEREST EXPENSES

Non-interest expenses during the fourth quarter of 2002 were S/.326.7 million (US\$93.0 million), 10.4% above those of the same period in 2001, mainly due to increased personnel and general expenses. Adjusted operating expenses, determined by excluding provisions for assets received in lieu of loan repayment, non recurring expenses and employee profit sharing expenses, reached S/.287.1 million (US\$81.7 million) in the fourth quarter of 2002, increasing 7.3% compared to the year-ago period.

Approximately 45% of non-interest expenses were attributable to employee salaries and other expenses related to personnel. This concept increased 23.4% to S/.147.5 million (US\$42.0 million) when compared to the fourth quarter of 2001, due principally to increased expenses in subsidiaries BSCH Peru and Solucion, and at the Miami office, higher bonuses and severance payments, including payments for the closing of the New York office. At the end of the fourth quarter 2002 the number of employees stood at 8,356, increasing from

## Edgar Filing: CREDICORP LTD - Form 6-K

7,977 employees as of September 2002, mainly due to 685 employees included from BSCH Peru, partly offset by lower fixed positions at Banco de Credito del Peru, Solucion Financiera and Banco de Credito de Bolivia.

General and Administrative expenses, which represented 34% of non-interest expenses, reached S/.111.1 million (US\$31.6 million) in the fourth quarter of 2002, increasing 24.9% when compared to expenses in the same period a year ago mainly from non-recurring increases in expenses related to systems, third party fees and marketing, while BSCH Peru's expenses amounted to S/.4.0 million (US\$1.2 million). Non-recurring expenses are related to BCP's new identity campaign and system's restructuring projects, and in the twelve months through December 2002 amounted to S/.44.1 million (US\$12.5 million), while S/.14.2 million (US\$4.0 million) were incurred in fourth quarter 2002. (See note in table of Section I.2.) In the quarter, the most significant general and administrative expenses were:

18

(In constant S/. Mn.)	4Q01	4Q02	Chnge.
Office supplies and operating costs	11.9	14.1	18.5%
Communications	8.8	10.0	13.6%
Third party fees	11.3	23.5	108.0%
Insurance and security	9.0	7.6	-15.6%
Transport of currency and securities	12.7	12.0	-5.5%
Systems and maintenance	15.1	19.2	27.2%
Advertising and marketing	17.5	18.2	4.0%
Other G&A	2.6	7.0	150.0%
Total G&A	88.9	111.1	24.9%

The Other caption within Other Non-Interest Expenses, decreased from S/.48.9 million (US\$13.9 million) in the fourth quarter of 2001 to S/.29.8 million (US\$8.5 million) in the current quarter, mainly due to lower provisions for contingencies registered within this caption.

The ratio of adjusted operating expenses (determined by excluding provisions for assets received in lieu of loan repayment, employee profit sharing expense and non-recurring expenses) as a percentage of average total assets, slightly decreased from 5.0% in the fourth quarter of 2001 to 4.9 in the current period.

Adjusted operating expenses, as a percentage of total income, increased from 55.8% to 58.1% when comparing the fourth quarters of 2001 and 2002, respectively, but improves for total year figures to 55.9% in 2002 from 56.6% in 2001.

19

### II.5 ASSETS AND LIABILITIES

Total assets of BCP reached S/.25,517 million (US\$7,261 million) at the end

## Edgar Filing: CREDICORP LTD - Form 6-K

of December 2002, increasing 22.0% with respect to the balance at the end of the preceding quarter, and by 21.4% compared to assets at December 2001. Balance sheet changes during the fourth quarter 2002 are mostly due to the inclusion of BSCH Peru, which is consolidated by BCP in its financial statements since the beginning of December 2002. A summary balance sheet of BSCH Peru at December 31, 2002, is shown in the following table:

BALANCE SHEETS as of 31.12.02			
ASSETS	BSCH Peru		BCP
	S/ .Mn	US\$Mn (1)	S/ .Mn
CASH AND DUE FROM BANKS	908	\$258	7,296
MARKETABLE SECURITIES, net	78	\$22	1,938
LOANS	2,528	\$719	15,653
-----	-----	-----	-----
Current	2,165	\$616	14,313
Past Due	363	\$103	1,340
Less - Reserve for possible loan losses	(409)	(\$116)	(1,457)
LOANS NET	2,120	\$603	14,196
-----	-----	-----	-----
INVESTMENT SECURITIES AVAILABLE FOR SALE	7	\$2	416
PROPERTY, PLANT and EQUIPMENT, net	146	\$42	779
OTHER ASSETS	169	\$48	891
TOTAL ASSETS	3,427	\$975	25,517
LIABILITIES AND SHAREHOLDERS' EQUITY			
DEPOSITS AND OBLIGATIONS:	2,920	\$831	21,802
DUE TO BANKS AND CORRESPONDENTS	82	\$23	555
OTHER LIABILITIES	241	\$69	1,165
SHAREHOLDERS EQUITY:	183	\$52	1,995
-----	-----	-----	-----
TOTAL LIABILITIES AND EQUITY	3,427	\$975	25,517
Contingent Credits	1,231	\$350	5,465
-----	-----	-----	-----

(1) Translated at S/.3.514 per US\$1.00.

Consolidated total loans were S/.15,653 million (US\$4,454 million) at the end of December 2002, increasing 22.7% compared to September 2002, and by 21.5% with respect to year-end 2001. At December 31, 2002, the loan portfolio, net of provisions, represented 55.6% of total assets, higher than 55.2% a year-ago. At the end of the fourth quarter of 2002, the Nuevos Soles portion of the loan portfolio was 15.2%, slightly over 14.9% in September 2002, but below 15.8% as of December 2001.

As of December 31, 2002 total deposits were S/.21,802 million (US\$6,204 million), increasing 18.7% during the current quarter, and by 22.1% since the beginning of the year. During the present quarter, demand deposits grew 26.3%, time deposits increased 18.9% and savings deposits by 12.6%. Deposits denominated in Nuevos Soles were 21.8% of total deposits, remaining similar to 21.9% at September 2002, but increasing over 19.8% at the end of December 2001.

## Edgar Filing: CREDICORP LTD - Form 6-K

BCP's subsidiaries had the following loan, net of provisions, and deposit contributions:

(In % and constant S/.Mn. )	Loans, net				Total
	4Q01	3Q02	4Q02	4Q01	3Q02
Banco de Credito del Peru	71.1%	81.4%	71.3%	79.8%	88.1%
Banco Santander Peru	-.-	-.-	14.9%	-.-	-.-
Banco de Credito de Bolivia	13.1%	9.2%	6.6%	9.8%	7.1%
Banco de Credito Overseas	9.5%	1.3%	0.5%	7.3%	0.0%
Credito Leasing	4.9%	6.1%	4.8%	2.7%	3.1%
Solucion Financiera de Credito	1.4%	2.0%	1.9%	0.4%	0.0%
TOTAL%	100.0%	100.0%	100.0%	100.0%	100.0%
<hr/>					
BCP consolidated Total	S/.11,693	S/.11,632	S/.14,196	S/.17,863	S/.18,300

According to statistics from the Peruvian Banking Association (ASBANC) for Peruvian commercial banks as of December 31, 2002, Banco de Credito del Peru had a total loan market share of 29.7% (27.8% at September 30, 2002 and 27.2% at December 31, 2001), and 34.0% of deposits (32.9% at September 30, 2002 and 30.9% at December 31, 2001). At December 31, 2002, BSCH Peru's loan market share was 6.6% and 4.7% of deposits.

Loan portfolio composition by business segment developed as follows:

(In % of total and constant S/. Mn)	31.12.01	30.09.02	31.12.02
Corporate	44.9%	46.7%	42.6%
Middle market	27.0%	26.3%	28.3%
Retail:	28.1%	27.0%	29.1%
- small business	9.7%	10.2%	9.8%
- home mortgage	9.9%	8.8%	11.7%
- consumer	5.1%	4.7%	4.2%
- credit cards	3.3%	3.3%	3.4%
Total	100.0%	100.0%	100.0%
<hr/>			
Total Loans	S/.12,883	S/.12,752	S/.15,653

In the current quarter, loan balances grew 22.7%, middle market loans higher by 32.2% to S/.4,436 million (US\$1,262 million), retail loans by 31.9% to S/.4,546 million (US\$1,294 million), and corporate loans higher by 12.1% to S/.6,671 million (US\$1,898 million). Retail loans by product performed as follows:

## Edgar Filing: CREDICORP LTD - Form 6-K

(% change and constant S/. Mn)	4Q01	3Q02	4Q02	4Q02 vs 3Q02	4Q02 vs 4Q01
Small business loans	1,247	1,298	1,535	18.3%	23.0%
Mortgage loans	1,270	1,126	1,825	62.0%	43.7%
Consumer loans	657	601	657	9.3%	0.0%
Credit card loans	437	421	529	25.5%	21.1%
Total Retail	3,611	3,447	4,546	31.9%	25.9%

At December 31, 2002 contingent credits were S/.5,465 million (US\$1,555.3 million), increasing 21.4% during the current quarter, and by 52.4% over the December 2001 figure, as can be seen in the following chart:

(% change and constant S/. Mn)	4Q01	3Q02	4Q02	4Q02 vs 3Q02	4Q02 vs 3Q01
- Guarantees and Stand-by LCs	1,776	1,874	2,383	27.1%	34.2%
- Letters of Credit	344	391	380	-2.8%	10.4%
- Acceptances	128	107	145	36.1%	13.8%
- Foreign currency forwards	682	1,489	1,572	5.6%	130.7%
- Other contingent accounts	657	641	985	53.7%	49.8%
Total Contingent Credits	3,586	4,502	5,465	21.4%	52.4%

### II.6 LOAN QUALITY

Balances at December 31, 2002 include S/.363 million (US\$103.4 million) of overdue loans from BSCH Peru. Nevertheless, loan quality improvement in other units of BCP partly offset this effect.

Consolidated past due loans amounted to S/.1,340 million (US\$381.2 million) at December 31, 2002, increasing 28.8% over the balance of S/.1,040 million (US\$296.1 million) as of the end of the third quarter of 2002, and 18.4% over S/.1,132 million (US\$322.1 million) at year-end 2001. The ratio of past due loans as a percentage of total loans improved from 8.79% in December 2001 to 8.56% at December 31, 2002, but slightly increased compared to 8.16% at September 30, 2002.

At the end of the fourth quarter 2002, outstanding balances of loan loss provisions totaled S/.1,457 million (US\$414.6 million), increasing 30.1% compared to the preceding quarter, mainly due to the inclusion of S/.409 million (US\$116.3 million) from BSCH Peru. The ratio of loan provisions to past due loans was 108.8% at the end of 2002, slightly higher than the 107.7% at September 2002 and better than 105.1% past due coverage at December 2001.

Of total provisions outstanding at the end of the current quarter, S/.180.4 million (US\$51.3 million) correspond to generic provisions assigned to loans in the Normal (A) risk category, increasing from generic provisions of S/.156.4 million (US\$44.5 million) at September 30, 2002, mostly due to S/.23.5 million (US\$6.7 million) included from BSCH Peru. Additionally, at year-end BSCH Peru had a US\$22.9 million voluntary reserve pending of final allocation.

## Edgar Filing: CREDICORP LTD - Form 6-K

Loans believed to be unrecoverable, fully provisioned in prior periods, and written-off during the fourth quarter 2002 amounted to S/.121.3 million (US\$34.5 million), of which approximately 8% were related to consumer loans and 11% to agricultural loans under the Agricultural Financial Relief ("RFA") program. This compares to charge-offs in the third quarter of 2002 of S/.98.7 million (US\$28.1 million), and S/.153.3 million (US\$43.6 million) in the year-ago fourth quarter.

22

At the end of the quarter, refinanced loans amounted to S/.896.8 million (US\$255.2 million), growing over the balance at September 2002 that was S/.816.5 million (US\$232.4 million) mainly due to refinanced loans from BSCH Peru amounting to S/.200.5 million (US\$57.1 million).

Loans classified as Substandard (i.e., Deficient, Doubtful and Loss) were 17.7% of the loan portfolio in December 2002, decreasing from the ratios of 19.5% and 19.0% that resulted in December 2001 and September 2002, respectively. The loan classification is as follows:

(% of Total loans and S/.Mn const.)	31.12.01	30.09.02	31.12.02
A: Normal	69.6%	70.8%	72.2%
B: Potential Problem	11.0%	10.2%	10.1%
C: Deficient	8.3%	9.2%	7.3%
D: Doubtful	4.9%	5.0%	5.3%
E: Loss	6.3%	4.8%	5.1%
Total	100.0%	100.0%	100.0%
Total Loans	S/.12,883	S/.12,752	S/.15,653

Loan loss provisions, net of recoveries, charged in total year 2002 amounted to S/.369.7 million (US\$105.2 million), 13.7% lower than S/.428.5 million (US\$121.9 million) in 2001. Provision expense in 2002 include US\$30 million for the past due portfolio of the Bolivian subsidiary, of which US\$16.0 million were registered at the BCP level in addition to US\$6.6 million provisioned in 2001 (see Section I.5 - BCB). In the fourth quarter of 2002, loan loss provisions, net of recoveries, for the amount of S/.69.0 million (US\$19.6 million) were charged against income, decreasing from S/.110.1 (US\$31.3 million) provisioned in the third quarter 2002, and also compared to provision expense in the last quarter of 2001 which was S/.113.7 million (US\$32.4 million). Quarterly provision expense charged by each business segment is as follows:

(% of Provision expense and S/.Mn const.)	4Q01	3Q02	4Q02
Corporate Banking	15.6%	25.7%	43.9%
Middle Market	29.5%	37.8%	40.0%
Retail	54.9%	36.5%	16.1%
Total	100.0%	100.0%	100.0%
Total Provision Expense, net	S/.113.7	S/. 110.1	S/. 69.0

II.7 CAPITAL ADEQUACY

At the end of the fourth quarter of 2002, BCP's unconsolidated ratio of risk-weighted assets to regulatory capital was 9.6 to 1.0 (10.4%), while the corresponding consolidated ratio was 8.0 to 1.0 (12.5%). Risk-weighted assets include S/.714.7 million (US\$203.4 million) of market-risk exposure whose coverage required S/.65.0 million (US\$18.5 million) of regulatory capital at December 31, 2002. Peruvian regulations limit risk-weighted assets to a ratio of 11.0 to 1.0 (9.1%).

As of December 31, 2002, BCP's consolidated "regulatory capital" was S/.2,255 million (US\$641.8 million), increasing compared to S/.2,002 million (US\$569.8 million) in the preceding quarter mostly due to higher retained earnings, S/.100 million to be capitalized in March 2003, and higher subordinated debt. Regulatory capital included S/.140.2 million (\$39.9 million) in subordinated debt in the current period, increasing from S/.89.8 million (US\$25.6 million) at September 2002.

23

(In constant S/. Mn.)	BCP unconsolidated		BCP consolidated	
	31.12.01	31.12.02	31.12.01	31.12.02
Regulatory capital	1,404	1,409	2,005	2,255
Risk weighted assets	13,183	13,570	16,499	17,981
Weighted assets / Capital	9.4	9.6	8.2	8.0
Capital / Weighted Assets	10.7%	10.4%	12.2%	12.5%

24

III. ATLANTIC SECURITY HOLDING CORPORATION AND SUBSIDIARIES ("ASHC")

Consolidated net income for the year ended December 31, 2002 was US\$5.8 million, 2.2% over US\$5.6 million in 2001. Fourth quarter 2002 net income was US\$0.2 million, compared to US\$0.5 million in the year-ago quarter. Net income in the current quarter decreases compared to the prior year period due to lower net interest income, partly offset by reduced personnel expenses.

Net interest income before risk provisions, which includes dividend income, was US\$3.9 million in the fourth quarter of 2002, lower than US\$4.8 million in the last quarter of 2001. Dividends received in both periods were not significant.

Net interest margin, without considering dividends and investments in equity shares, was 2.7% during fourth quarter 2002, under the 3.0% margin in the preceding quarter and also in the year-ago period. The margin decreases mainly due to the portfolio shift from higher return fixed income securities in favor of investment grade papers, that offer lower interest rates but that will reduce



## Edgar Filing: CREDICORP LTD - Form 6-K

balance sheet volatility.

In the fourth quarter of 2002 charges against income for market risk provisions amounted to US\$2.1 million, increasing from US\$1.0 million charged in the preceding quarter, but lower than US\$3.0 million provisioned in the year-ago period. In the current quarter US\$0.8 million were also provisioned for credit risks, increasing over US\$0.3 million in the preceding period.

Other Income, which includes fee income and realized gains on securities transactions before risk provisions, improved from a loss of US\$0.4 million in the third quarter of 2002 to a gain of US\$1.2 million in the current quarter, mainly due to lower realized losses on securities transactions, which drop from a US\$1.7 million loss in the third quarter to a US\$0.6 million loss in the fourth quarter of 2002, and to exchange gains and recoveries of excess generic provisions amounting to US\$0.6 million from the closing of ASB's U.S. agency.

The loan portfolio, net of provisions, was US\$160.5 million as of December 31, 2002, decreasing compared to US\$176.1 million at December 2001, mainly due to decreased lending to Peruvian companies and lower risk-participated loans.

The investment portfolio was US\$313.8 million at December 2002, over US\$298.9 million last September 2002, but below US\$330.6 million at the end of 2001. The increase in the current quarter is principally because of higher valuations in the capital markets and to purchases of investment grade securities.

Deposits amounted to US\$544.3 million at December 31, 2002, increasing from US\$537.3 million at the end of the third quarter of 2001, but declines from US\$555.7 million at year-end 2001 mostly due to transfers into other investments resulting from lower bank deposit interest rates.

Funds under management increased 28.9% during 2002, reaching to US\$549.1 million at December 31, 2002, from US\$426.0 million at the end of 2001, and 7.6% compared to US\$510.4 million at the end of the third quarter 2002. The increase is principally due to the introduction of new structured products and funds under management with higher yields than interest paid on bank deposits. Additionally, during the last quarter of 2002 market values of these portfolios increased significantly.

Net equity reached US\$110.3 million at the end of December 2002, higher than US\$102.4 million at September 2002 mainly due to lower special equity reserves for unrealized losses on investments which decreased from US\$15.1 million at the end of September 2002, to US\$7.4 million at the end of the current quarter due to improved values in capital markets of the available for sale proprietary portfolio. The loan portfolio had no past dues.

25

The ratio of operating expenses over average assets decrease to 1.2%, annualized, in the fourth quarter of 2002 compared to the 1.4% ratio during the same period in 2001. This ratio declines to 0.7% in the fourth quarter of 2002, when funds under management are included within total assets, improving over 0.9% in the prior year quarter. The improvements are mainly due to the closing of ASB's U.S. agency.

IV. EL PACIFICO-PERUANO SUIZA AND SUBSIDIARIES ("PPS")

PPS obtained in the year ended December 31, 2002 a consolidated net income of S/.35.5 million (US\$10.1 million), which compares with net income in 2001 of S/.214.1 million (US\$60.9 million) which included a net gain of S/.190.7 million (US\$54.3 million) from the sale of Backus and Johnston equity shares. Recurring net income in 2002 improved principally due to higher premiums.

Net income in the fourth quarter 2002 was S/.1.0 million (US\$0.3 million), compared to S/.211.3 million (US\$60.1 million) in the year-ago quarter where the above mentioned gain was registered. Net income in the current quarter was affected by high claims and by inflation adjustment losses.

Total premiums in the fourth quarter of 2002, increased 2.8% to S/.197.3 million (US\$56.1 million), compared to S/.191.9 million (US\$54.6 million) in the year-ago quarter, but decrease 14.9% compared to S/.231.9 million (US\$66.0 million) in the preceding third quarter. Net premiums earned, net of reinsured premiums and reserves, were S/.120.7 million (US\$34.3 million) in fourth quarter 2002, 10.8% above the prior year quarter, mainly due to higher retained premiums. Also, premiums grew because of increased prices due to higher international reinsurance costs.

Additions to technical reserves for premiums grew by S/.28.6 million (US\$8.1 million) in the fourth quarter of 2002, most of which, S/.24.5 million (US\$7.0 million) were established by Pacifico Vida for its life annuities and life insurance lines.

Comparing total year results of 2002 and 2001, consolidated premiums consisted of: general insurance lines that amounted to 62.3% of total premiums and increased 22.7%, while Pacifico Salud's premiums were 10.2%, increasing 9.1%, and premiums by Pacifico Vida amounted to 27.5% and grew 7.5%.

Through December 31, 2002, growth of PacificoSalud and the health and medical assistance insurance line (21.8% of total premiums) was 6.8%; fire insurance lines (22.7% of total premiums) increased 69.2%; while the automobile insurance line (7.1% of total premiums) decreased 9.8%. Through December 2002, pension fund benefits insurance (8.1% of total premiums) grew 7.3%, while group life insurance and individual life insurance policies (10.8% of total premiums) grew 14.1%, and life annuities (7.5% of total premiums) decreased 1.1% compared to year 2001.

Net underwriting results was S/.13.8 million (US\$3.9 million) in the fourth quarter of 2002, compared to S/.18.8 million (US\$5.3 million) in the prior year quarter. The ratio of net underwriting results (net premiums less reserves and claims as a percentage of total premiums) decreased to 7.0% in the fourth quarter of 2002, compared to 9.8% in the prior year period, and to 9.3% in the third quarter 2002 mainly because of higher claims.

Net claims incurred in the fourth quarter of 2002 were S/.88.4 million (US\$25.2 million), 14.9% over claims in the last quarter of 2001, but decrease 3.5% compared to the preceding quarter. The net loss ratio (net claims to net premiums) increases to 73.2% in the current quarter from 70.6% in fourth quarter 2001, and from 71.3% in the preceding third quarter. The net loss ratio for total 2002 was 73.0%, lower than 81.6% in 2001, but continues high in pension fund insurance (116%), health (88%) and in Pacifico Salud (83%).

## Edgar Filing: CREDICORP LTD - Form 6-K

The combined ratio (the sum of net claims, general expenses and commissions, as a percentage of net premiums) increased from 107.1% in the fourth quarter of 2001 to 108.1% in the current quarter, due to higher claims, principally in health insurance, Pacifico Salud and pension fund insurance.

Operating expenses over net premiums declined from 28.1% to 25.4% comparing the fourth quarters of 2001 and 2002, respectively.

27

Investments in real estate and financial assets were S/.1,024 million (US\$291.5 million) at the end of December 2002, increasing 23.9% from the year-ago balance.

As of December 31, 2002, total assets were S/.1,416 million (US\$403.1 million) increasing 3.6% compared to the year-ago balance. At the end of the current period net equity amounted to S/.334.5 million (US\$95.2 million) decreasing 30.1% from net equity at December 2001 mostly due to payment of cash dividends.

The Peruvian insurance market through November 30, 2002, increased total premiums 18.9% with respect to the same prior year period, reaching US\$616.1 million, mainly due to higher reinsurance costs. For the first eleven months of 2002, PPS's market share in total premiums was 32.1% (32.5% in the year-ago period), with the share in general risks lines being 34.0% (35.0% through November 2001), and in life insurance and pension fund benefits lines of 29.9% and 26.0% (29.9% and 25.9% as of November 2001), respectively.

28

CREDICORP LTD. AND SUBSIDIARIES  
Table 1  
CONSOLIDATED BALANCE SHEETS  
(In thousands of U.S. Dollars)

	As of		
ASSETS	Sep. 30, 2001	Dec. 31, 2001	Sep. 30, 2002
<b>CASH AND DUE FROM BANKS</b>			
Cash and non interest bearing deposits in banks	244,009	277,841	251,000
Interest bearing deposits in banks	1,924,882	1,675,562	1,768,000
	2,168,891	1,953,403	2,020,000
<b>MARKETABLE SECURITIES, net</b>	511,821	516,376	518,000
<b>LOANS</b>			
Current	4,313,517	4,064,479	3,869,000
Past Due	3,929,175	3,713,644	3,559,000
	384,342	350,835	310,000

Edgar Filing: CREDICORP LTD - Form 6-K

Less - Reserve for possible loan losses	(355,793)	(344,433)	(310,000)
LOANS NET	3,957,724	3,720,046	3,558,000
-----	-----	-----	-----
INVESTMENT SECURITIES AVAILABLE FOR SALE	615,003	584,293	618,000
REINSURANCE ASSETS	44,617	45,663	39,000
PREMIUMS AND OTHER POLICYHOLDER RECEIVABLES	47,156	54,587	63,000
PROPERTY, PLANT and EQUIPMENT, net	251,864	258,870	244,000
DUE FROM CUSTOMERS ON ACCEPTANCES	40,605	38,606	30,000
OTHER ASSETS	393,936	417,072	306,000
TOTAL ASSETS	8,031,617	7,588,916	7,399,000
-----	-----	-----	-----
LIABILITIES AND SHAREHOLDERS' EQUITY			
DEPOSITS AND OBLIGATIONS:			
Non-interest bearing	632,154	766,607	685,000
Interest bearing	5,398,318	4,960,884	4,948,000
	-----	-----	-----
	6,030,472	5,727,491	5,633,000
	-----	-----	-----
DUE TO BANKS AND CORRESPONDENTS	479,749	341,452	305,000
ACCEPTANCES OUTSTANDING	40,605	38,606	30,000
RESERVE FOR PROPERTY AND CASUALTY CLAIMS	185,649	193,452	212,000
RESERVE FOR UNEARNED PREMIUMS	39,185	44,707	51,000
REINSURANCE PAYABLE	22,793	23,801	30,000
OTHER LIABILITIES	327,376	310,383	271,000
MINORITY INTEREST	103,073	112,255	64,000
TOTAL LIABILITIES	7,228,902	6,792,147	6,600,000
NET SHAREHOLDERS' EQUITY	802,715	796,769	799,000
-----	-----	-----	-----
TOTAL LIABILITIES and NET SHAREHOLDERS' EQUITY	8,031,617	7,588,916	7,399,000
CONTINGENT CREDITS	917,791	1,079,749	1,310,000
-----	-----	-----	-----

29

CREDICORP LTD. AND SUBSIDIARIES  
Table 2  
CONSOLIDATED INCOME STATEMENTS  
(In thousands of U.S. Dollars)

	Three months ended		
	31.12.01	30.09.02	31.12.02
-----	-----	-----	-----
INTEREST INCOME			
Interest on loans	123,786	98,991	101,314

Edgar Filing: CREDICORP LTD - Form 6-K

Interest and dividends on investments:	380	304	490
Interest on deposits with banks	10,534	10,420	10,230
Interest on trading securities	20,361	9,915	10,753
	-----	-----	-----
Total Interest Income	155,061	119,630	122,787
	-----	-----	-----
INTEREST EXPENSE			
Interest on deposits	41,163	28,090	27,866
Interest on borrowed funds	10,387	5,464	5,136
Other interest expense	9,011	8,585	10,585
	-----	-----	-----
Total Interest Expense	60,561	42,139	43,587
	-----	-----	-----
Net Interest Income	94,500	77,491	79,200
	-----	-----	-----
Provision for possible loan losses, net	40,394	32,236	23,735
Net interest income after provision for possible loan losses	54,106	45,255	55,465
OTHER INCOME			
Fees and commissions from banking services	41,926	43,834	44,239
Net gains from sales of securities	32,928	(5,658)	5,447
Net gains on foreign exchange transactions	4,021	5,539	6,965
Net premiums earned	27,245	31,326	30,854
Other income	10,278	14,608	17,313
	-----	-----	-----
	116,398	89,649	104,818
	-----	-----	-----
CLAIMS ON INSURANCE ACTIVITIES			
Net claims incurred	4,594	4,834	5,030
Increase in future policy benefits for life and health	17,407	20,629	19,476
	-----	-----	-----
	22,001	25,463	24,506
	-----	-----	-----
OTHER EXPENSES			
Salaries and employee benefits	43,899	43,608	49,541
General, administrative, and other taxes	31,175	32,970	39,817
Depreciation and amortization	12,397	10,722	11,544
Other	15,434	7,581	12,645
	-----	-----	-----
	102,905	94,881	113,547
	-----	-----	-----
Translation result	835	(900)	384
Income before income tax, and minority interest	46,433	13,660	22,614
Income Tax	(10,496)	(8,809)	(5,987)
Minority Interest	(9,427)	(1,771)	(3,110)
NET INCOME	26,510	3,080	13,517
	-----	-----	-----

CREDICORP LTD. AND SUBSIDIARIES  
Table 3  
SELECTED FINANCIAL INDICATORS

	Three months ended		
	31.12.01	30.09.02	31.12.00
<b>Profitability</b>			
Net income per common share (US\$ per share) (1)	0.332	0.039	0.169
Net interest margin on interest earning assets (2)	6.16%	5.37%	4.97%
Return on average total assets (2) (3)	1.36%	0.17%	0.68%
Return on average shareholders' equity (2) (3)	13.26%	1.54%	6.67%
No. of outstanding shares (millions) (4)	79.46	79.75	79.75
<b>Quality of loan portfolio</b>			
Past due loans as a percentage of total loans	8.63%	8.02%	8.41%
Reserves for loan losses as a percentage of total past due loans	98.18%	100.12%	103.82%
Reserves for loan losses as a percentage of total loans	8.47%	8.03%	8.73%
Reserves for loan losses as a percentage of substandard loans (C+D+E)	46.22%	45.38%	52.60%
Past due loans - reserves for loan losses as a percentage of shareholders' equity	0.80%	-0.05%	-1.88%
<b>Operating efficiency</b>			
Oper. expense as a percent. of total income (5)	49.39%	48.82%	55.57%
Oper. expense as a percent. of av. tot. assets(2) (3) (5)	4.85%	4.44%	5.11%
<b>Capital adequacy</b>			
Total Regulatory Capital (US\$m)	730.4	716.9	788.0
Tier I Capital (US\$m)	605.9	608.8	608.8
Regulatory capital / risk-weighted assets (6)	12.35%	12.22%	12.30%
<b>Average balances (US\$m) (3)</b>			
Interest earning assets	6,135.7	5,771.7	6,369.8
Total Assets	7,810.3	7,345.2	8,009.4
Net equity	799.7	799.9	811.1

(1) Number of shares outstanding of 79.8 million in 3Q02 and 4Q02, and 79.5 million in 4Q01.

(2) Ratios are annualized.

(3) Averages are determined as the average of period-beginning and period-ending balances.

(4) Net of treasury shares. The total number of shares was of 94.38 million.

(5) Total income includes net interest income and other income. Operating expense is net of provisions for other assets received in lieu of loan repayment and mandatory employee profit sharing expense.

(6) Risk-weighted assets include market risk assets.

Edgar Filing: CREDICORP LTD - Form 6-K

Table 4  
CONSOLIDATED BALANCE SHEETS  
(Constant Nuevos Soles, as of December 31, 2002, and U.S. Dollars in thousands)

ASSETS	30.09.01	31.12.01	30.09.02
CASH AND DUE FROM BANKS	6,789.138	6,056.192	6,737.961
-----	-----	-----	-----
Cash and Checks	781.880	861.973	871.653
Deposits in Central Bank of Peru	4,339.335	3,838.365	4,851.451
Deposits with local and foreign banks	1,667.923	1,355.854	1,014.857
MARKETABLE SECURITIES, net	1,523.613	1,531.495	1,652.907
LOANS	12,924.050	12,883.273	12,752.044
Current	11,654.072	11,751.433	11,711.698
Past Due	1,269.978	1,131.840	1,040.346
Less - Reserve for possible loan losses	(1,224.435)	(1,190.052)	(1,120.026)
LOANS NET	11,699.615	11,693.221	11,632.018
-----	-----	-----	-----
INVESTMENT SECURITIES AVAILABLE FOR SALE	328.472	306.854	417.496
PROPERTY, PLANT and EQUIPMENT, net	639.567	655.530	614.310
OTHER ASSETS	963.236	940.195	696.907
<b>TOTAL ASSETS</b>	<b>21,943.641</b>	<b>21,183.487</b>	<b>21,751.599</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>DEPOSITS AND OBLIGATIONS:</b>	<b>18,385.034</b>	<b>17,863.064</b>	<b>18,370.835</b>
-----	-----	-----	-----
Demand deposits	3,447.326	3,764.337	3,877.574
Saving accounts	5,032.635	5,332.662	5,200.073
Time deposits	9,905.073	8,766.065	9,293.188
DUE TO BANKS AND CORRESPONDENTS	601.491	480.847	462.919
OTHER LIABILITIES	1,127.325	978.421	965.561
SHAREHOLDERS EQUITY:	1,829.791	1,861.155	1,952.284
-----	-----	-----	-----
Capital stock	1,030.424	1,020.803	1,094.762
Legal reserve	662.882	656.862	647.588
Retained earnings	136.485	183.490	209.934
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>21,943.641</b>	<b>21,183.487</b>	<b>21,751.599</b>
Contingent Credits	3,090.155	3,586.218	4,501.584
-----	-----	-----	-----

(1) Translated at S/.3.514 per US\$1.00.

Edgar Filing: CREDICORP LTD - Form 6-K

BANCO DE CREDITO DEL PERU AND SUBSIDIARIES

Table 5

CONSOLIDATED INCOME STATEMENTS

(Constant Nuevos Soles, as of December 31, 2002 and U.S. Dollars in thousands)

	Three months ended				
	31.12.01	30.09.02	31.12.02	31.12.02	31.12
Interest income and expense				US\$000 (1)	
Interest income	452.494	383.104	408.542	\$116.261	2,038
Less - Interest expense	163.131	121.155	126.765	\$36.074	874
Net interest income	289.363	261.949	281.777	\$80.187	1,164
Provisions for possible loan losses, net	113.747	110.083	69.020	\$19.641	428
Net interest income after provisions	175.616	151.866	212.757	\$60.546	735
Other Income					
Fees and commissions from services	130.244	151.740	148.494	\$42.258	500
Net gains from sales of securities	21.171	1.074	4.748	\$1.351	35
Net gains on foreing exchg. transacts.	15.630	19.071	23.508	\$6.690	61
Other income	22.731	23.211	35.626	\$10.138	77
	189.776	195.096	212.376	\$60.437	675
Other Expenses					
Salaries and employee benefits	119.531	128.577	147.526	\$41.982	480
General and administrative	88.905	103.087	111.076	\$31.610	343
Depreciation and amortization	29.268	29.137	28.999	\$8.252	118
Taxes other than income tax	9.282	8.646	9.305	\$2.648	40
Other	48.919	21.743	29.790	\$8.478	162
	295.905	291.190	326.696	\$92.970	1,145
Result from exposure to inflation	12.936	27.281	(34.645)	(\$9.859)	(1)
Income before income tax	82.423	83.053	63.792	\$18.154	264
Income Tax	35.416	21.850	21.283	\$6.057	81
NET INCOME	47.007	61.203	42.509	\$12.097	182

(1) Translated at S/.3.514 per US\$1.00.



Edgar Filing: CREDICORP LTD - Form 6-K

BANCO DE CREDITO DEL PERU AND SUBSIDIARIES  
Table 6  
SELECTED FINANCIAL INDICATORS

	Three months ended		
	31.12.01	30.09.02	31.12.02
-----			
Profitability			
Net income per common share (S/. per share) (1)	0.044	0.057	0.039
Net interest margin on interest earning assets (2)	6.15%	5.57%	5.41%
Return on average total assets (2) (3)	0.87%	1.15%	0.72%
Return on average shareholders' equity (2) (3)	10.19%	12.74%	8.62%
Quality of loan portfolio			
Past due loans as a percentage of total loans	8.79%	8.16%	8.56%
Reserves for loan losses as a percentage of total past due loans	105.14%	107.66%	108.75%
Reserves for loan losses as a percentage of total loans	9.24%	8.78%	9.31%
Reserves for loan losses as a percentage of substandard loans (C+D+E)	47.46%	46.19%	52.86%
Past due loans - reserves for loan losses as a percentage of shareholders' equity	-3.13%	-4.08%	-5.88%
Operating efficiency (5)			
Oper. expense as a percent. of total income (4)	55.82%	52.91%	58.10%
Oper. expense as a percent. of av. tot. assets(2) (3)	4.96%	4.53%	4.86%
Capital adequacy			
Total Regulatory capital (constant millions S/.)	2,004.6	2,002.1	2,255.4
Tier I Capital (constant millions S/.)	1,677.7	1,742.4	1,742.2
Net equity as a percentage of period end total assets	8.79%	8.98%	7.82%
Regulatory capital / risk-weighted assets	12.15%	12.73%	12.54%
Average balances (constant millions S/.) (3)			
Interest earning assets	18,831.0	18,805.2	20,848.5
Total Assets	21,563.6	21,365.8	23,634.2
Net equity	1,845.5	1,921.6	1,973.5
Additional data			
No. of outstanding shares (millions)	1,026	1,076	1,076
No. of employees	7,747	7,977	8,356
Inflation rate ( Wholesale price index)	-1.63%	1.70%	-0.18%
Exchange rate (S/. per 1 U.S. Dollar)	3.44	3.64	3.51
-----			

(1) Shares outstanding of 1,076 million is used for all periods since shares have been issued only for capitalization of profits and inflation adjustment.

(2) Ratios are annualized.

(3) Averages are determined as the average of period-beginning and period-ending balances.

(4) Total income includes net interest income and other income.

(5) Operating expense does not include mandatory employee profit sharing

Edgar Filing: CREDICORP LTD - Form 6-K

expense nor provisions for other assets received in lieu of loan repayment.

34

ATLANTIC SECURITY HOLDING CORPORATION  
Table 7  
SELECTED FINANCIAL DATA  
(Thousands of U.S. Dollars, except net income per share, and percentages)

	Three months ended			Twelve months ended
	31.12.01	30.09.02	31.12.02	
<b>Results</b>				
Net Interest Income	4,800	4,254	3,936	12,990
Provisions for market risks	3,000	1,332	2,987	10,319
Other Income(1)	1,120	(357)	1,167	1,930
Operating Expense	2,370	2,489	1,965	7,824
Net Income	549	75	151	1,596
Net Income per share (US\$)	0.01	0.00	0.00	0.01
<b>Balance Sheets (end of period)</b>				
Total Assets	705,920	656,796	666,522	700,000
Loan portfolio, net	176,071	153,820	160,483	170,000
Marketable securities and investments	330,564	298,905	313,828	330,000
Total Deposits	555,669	537,333	544,346	550,000
Shareholders' equity	128,742	102,381	110,260	120,000
Funds under administration	425,980	510,357	549,051	430,000
<b>Ratios (2)</b>				
Net interest margin / interest earning assets (3) (4) (5)	3.0%	3.0%	2.7%	2.9%
Return on average stockholders' equity(4)	1.8%	0.3%	0.6%	1.2%
Return on average total assets(4)	0.3%	0.0%	0.1%	0.2%
Past due loans as a percentage of total loans	0.0%	0.0%	0.0%	0.0%
Reserves for loan losses as a percentage of total loans	0.4%	0.4%	0.8%	0.5%
Operating expense / total income(6)	40.0%	63.9%	38.5%	40.0%
Operating expense / average total assets(4)	1.4%	1.5%	1.2%	1.3%
Operating expense / average total assets + funds under management (4)	0.9%	0.9%	0.7%	0.8%

(1) Includes realized gains in securities.

(2) Averages are determined as the average of period-beginning and period-ending balances.

(3) Averages determined from monthly balances.

(4) Annualized.

(5) Without considering dividend income and dividend earning assets. (6) Without considering provisions for investments.

35

Edgar Filing: CREDICORP LTD - Form 6-K

EL PACIFICO-PERUANO SUIZA AND SUBSIDIARIES  
 Table 8  
 SELECTED FINANCIAL DATA  
 (Constant Nuevos Soles as of December 31, 2002, and  
 U.S. Dollars in thousands, except net income per share)

	As of and for the three month period ended				As of and f pe
	31.12.01	30.09.02	31.12.02	31.12.02	31.12.01
<hr/>					
Results	US\$000 (1)				
<hr/>					
Total gross Premiums	191,852	231,889	197,293	\$56,145	736,367
Net Premiums Earned	109,002	128,579	120,728	\$34,356	428,903
Change in Reserves	29,704	26,473	28,573	\$8,131	119,091
Net Underwriting Results	18,790	21,615	13,761	\$3,916	36,540
Net Financial Income	256,909	19,767	22,139	\$6,300	308,374
General Expenses	30,618	24,977	30,668	\$8,727	100,678
Net Income	211,254	12,289	1,011	\$288	214,139
Net Income per share (S/.) (2)	9.062	0.527	0.043	\$0.012	9.185
<hr/>					
Balance Sheets (end of period)					
Total Assets	1,365,361	1,460,133	1,416,778	#####	1,365,361
Investments in Secur. and Real estate	826,968	985,476	1,024,318	#####	826,968
Technical Reserves	705,351	861,186	894,068	#####	705,351
Net Equity	478,425	352,644	334,510	\$95,194	478,425
<hr/>					
Ratios					
Net underwriting results	9.8%	9.3%	7.0%	7.0%	5.0%
Loss ratio	48.4%	44.5%	47.3%	47.3%	60.5%
Return on avge. equity (3) (4)	471.4%	15.0%	1.2%	1.2%	55.7%
Return on total premiums	110.1%	5.3%	0.5%	0.5%	29.1%
Shareholders' Equity / Total Assets	35.0%	24.2%	23.4%	23.4%	35.0%
Increase in Risk Reserves	21.4%	17.1%	19.1%	19.1%	21.7%
Combined Ratio	107.1%	97.8%	108.1%	108.1%	113.0%
<hr/>					
- Net Claims / Net Premiums	70.6%	71.3%	73.2%	73.2%	81.6%
- Op. Exp.+Comiss./Net Premiums	36.5%	26.5%	34.9%	34.9%	31.4%
Operating expense/Net Premiums	28.1%	19.4%	25.4%	25.4%	23.5%
Oper. expense / Avge. assets (3) (4)	10.1%	7.3%	8.8%	8.8%	8.5%
<hr/>					

(1) Translated at S/.3.514 per US\$1.00.

(2) Based on 23.3 million shares in all periods.

(3) Averages are determined as the average of period-beginning and period-ending balances.

(4) Annualized.

