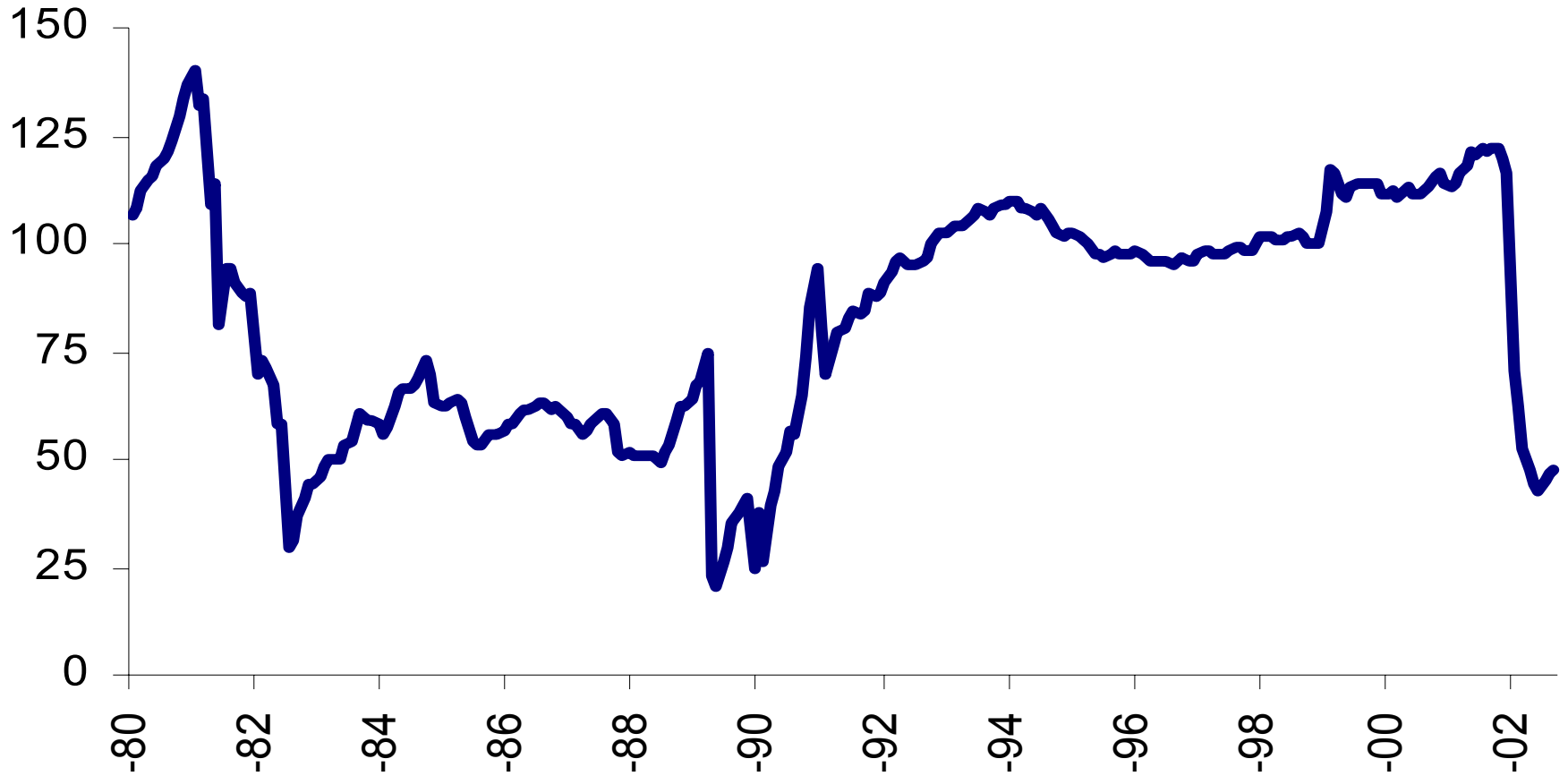


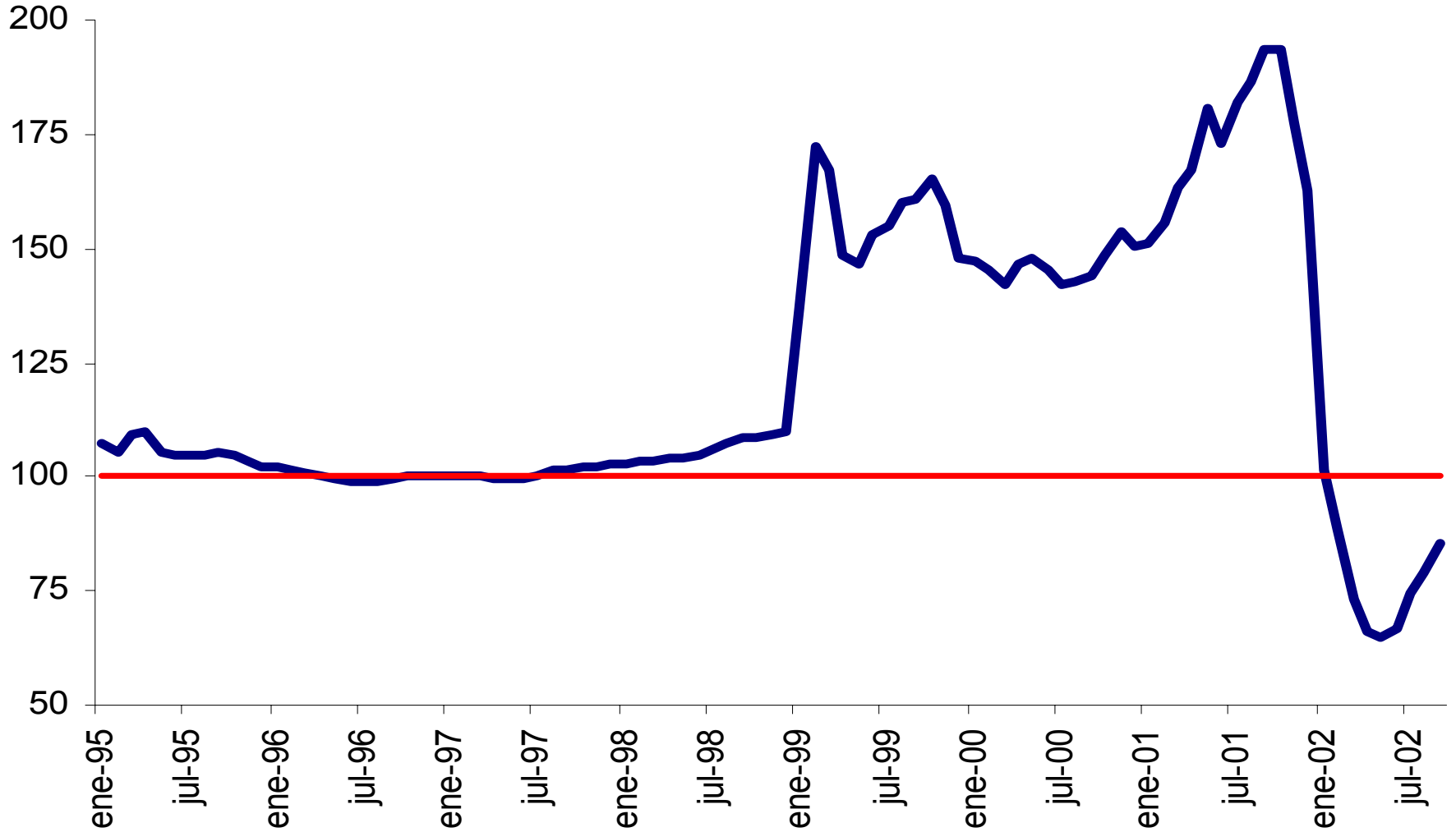
## Argentine Economy in the end of 2001

<b>Real GDP (Var. i.a.)</b>	<b>-4.4%</b>
<b>Unemployment Rate (Oct-01)</b>	<b>18.3%</b>
<b>Inflation (CPI, Var. i.a.)</b>	<b>-1.1%</b>
<b>National Public Sector Deficit (without Privatizations, as % of the GDP)</b>	<b>-2.8%</b>
<b>Provincial Consolidate Public Sector Deficit (without Privatizations, as % of the GDP)</b>	<b>-2.3%</b>
<b>External Debt (as % of the GDP)</b>	<b>52%</b>
<b>EMBI+ Argentina Spread (in basis points)</b>	<b>4.372</b>
<b>NDF (3 months, Dec-01)</b>	<b>1.95</b>
<b>Deposits Fall (Jan-01/Nov-01, as % of the GDP)</b>	<b>7.0</b>

# Real Effective Exchange Rate

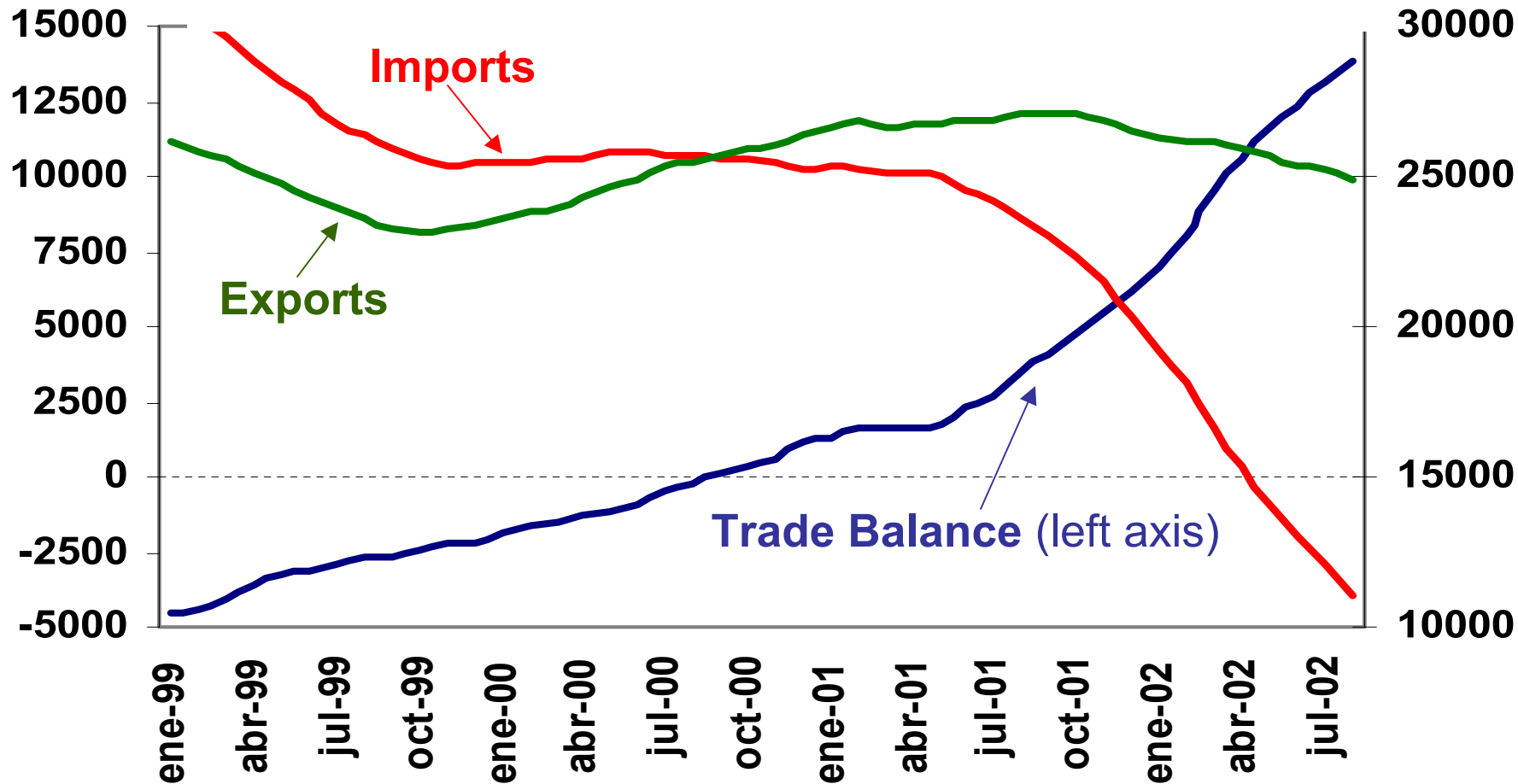


# Bilateral (vs. Brazil) Real Effective Exchange Rate

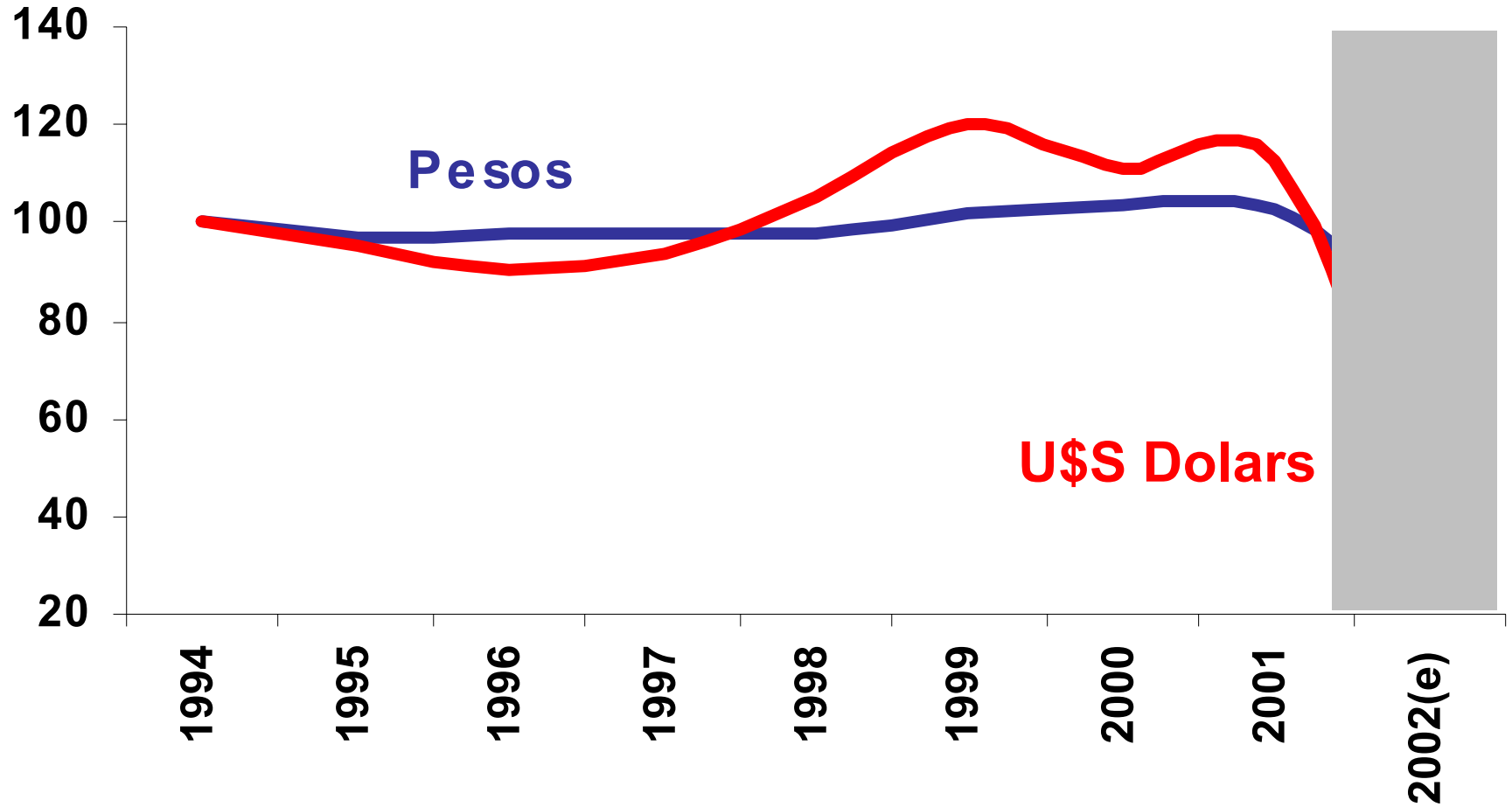


# Trade Balance

(Quarterly – Accumulated over 12 months)



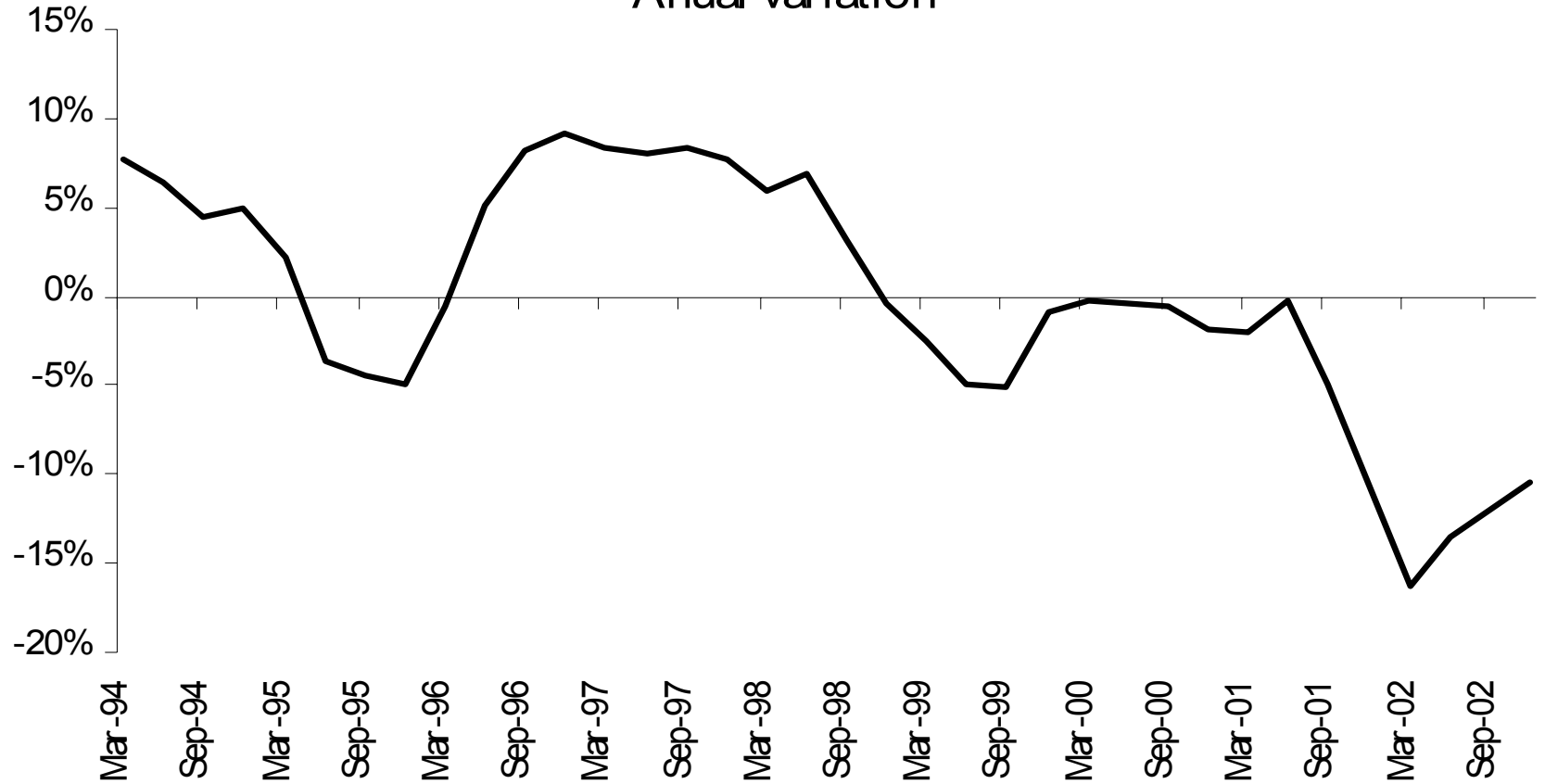
# Real Wages



# Economy Activity

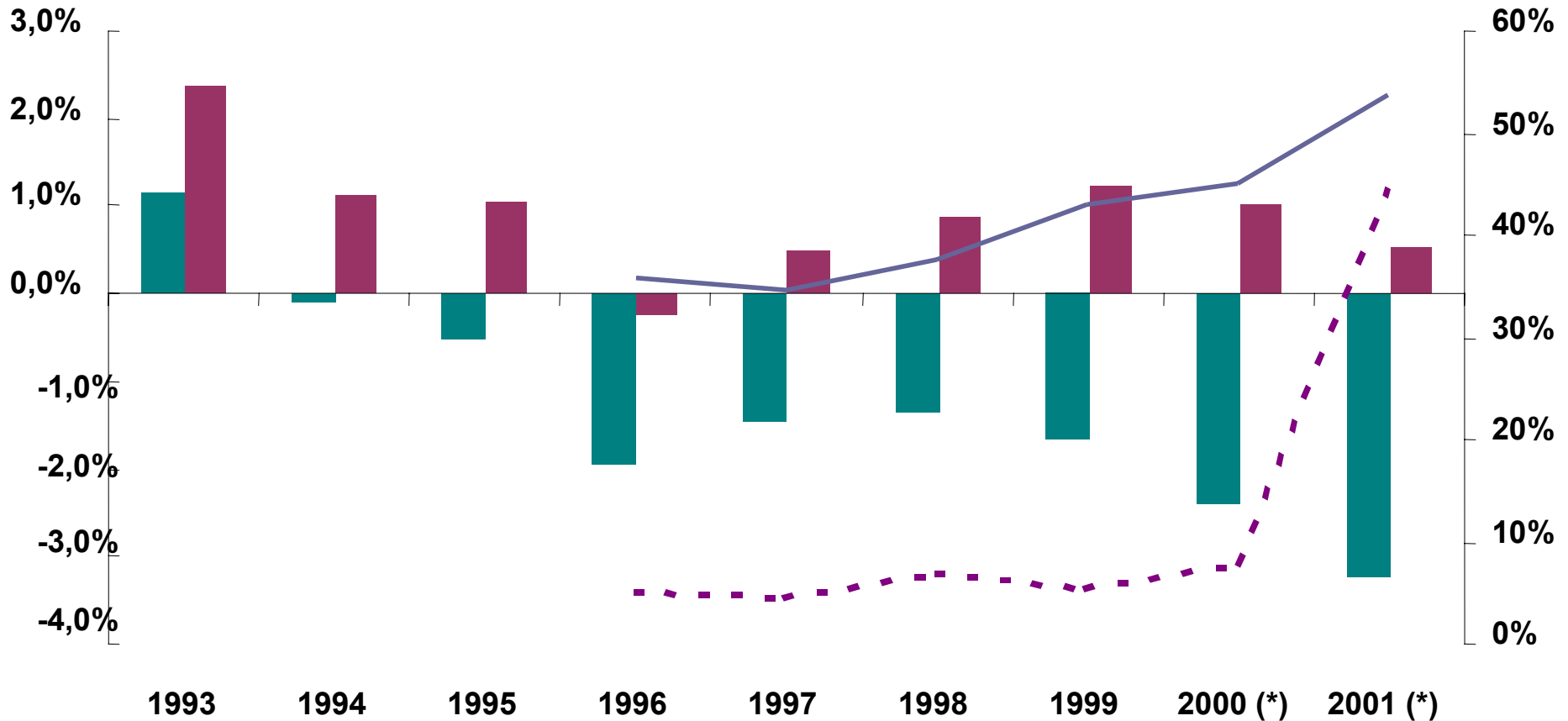
## Real GDP

Annual variation



# Fiscal misalignment turned the burden of the debt unsustainable

As percentage of GDP



Overall Result

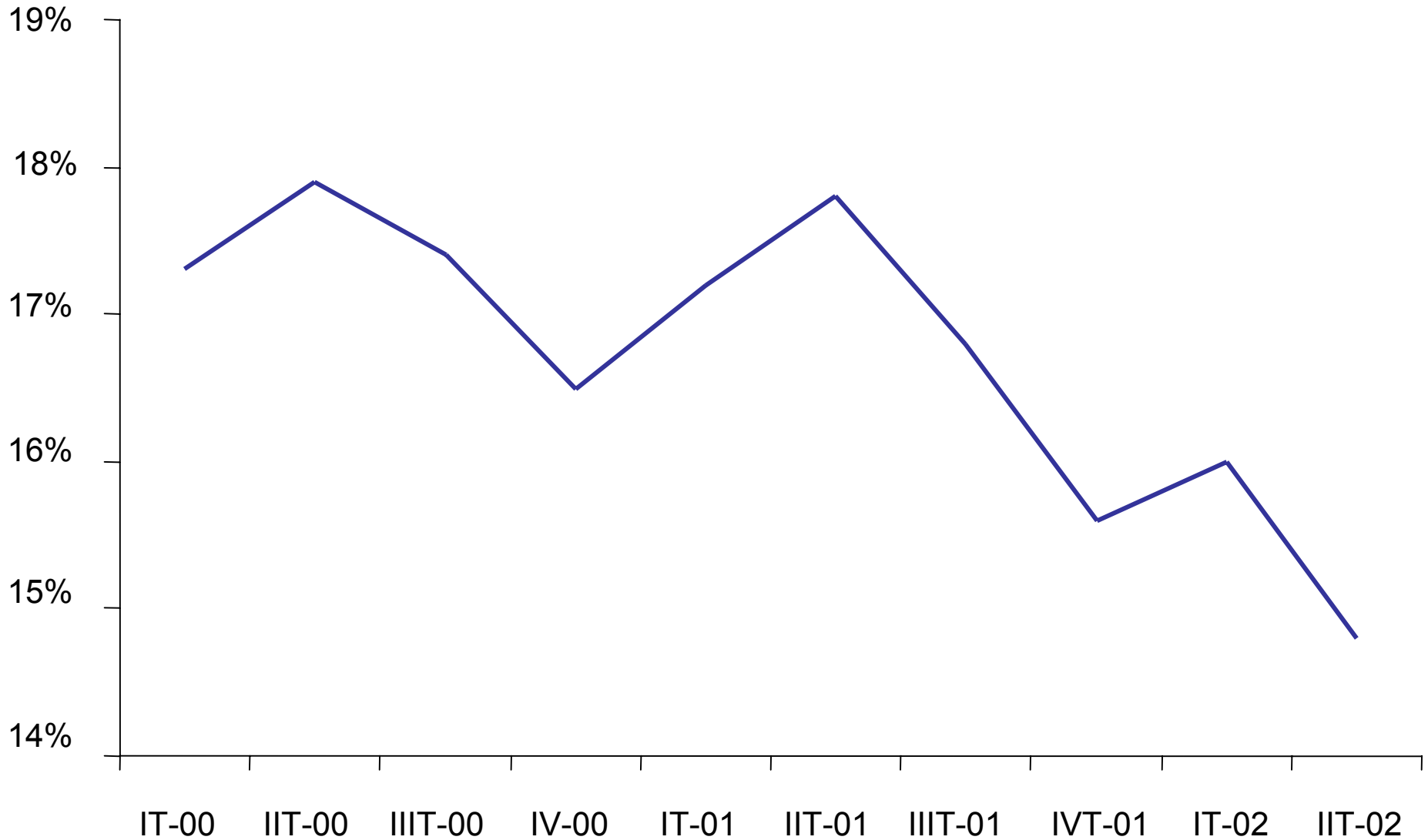
Primary Surplus

Total Debt (2° axis)

EMBI Spread (2° axis)

# Tax Revenues

(as % of GDP)

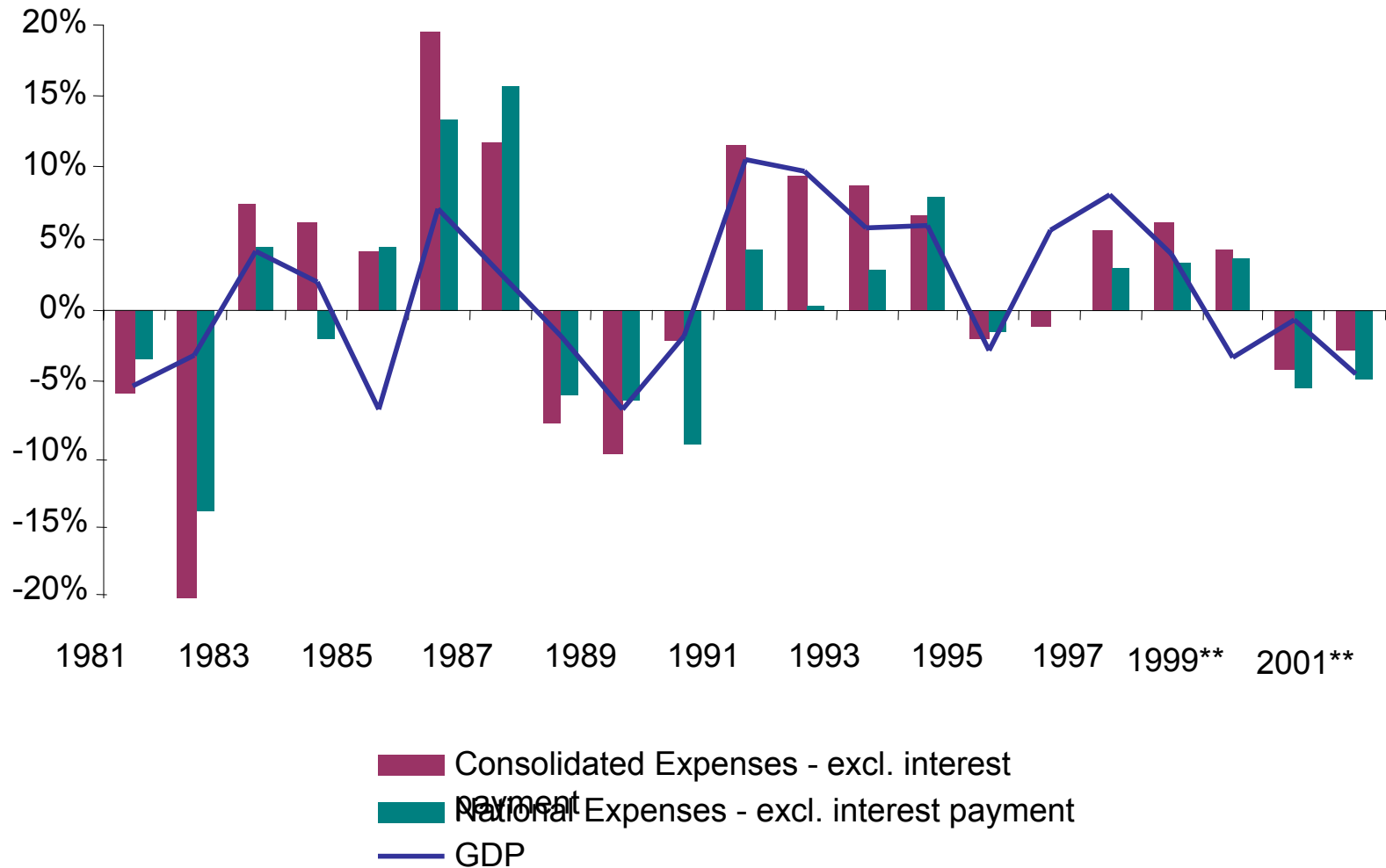




# Public Spending was highly procyclical

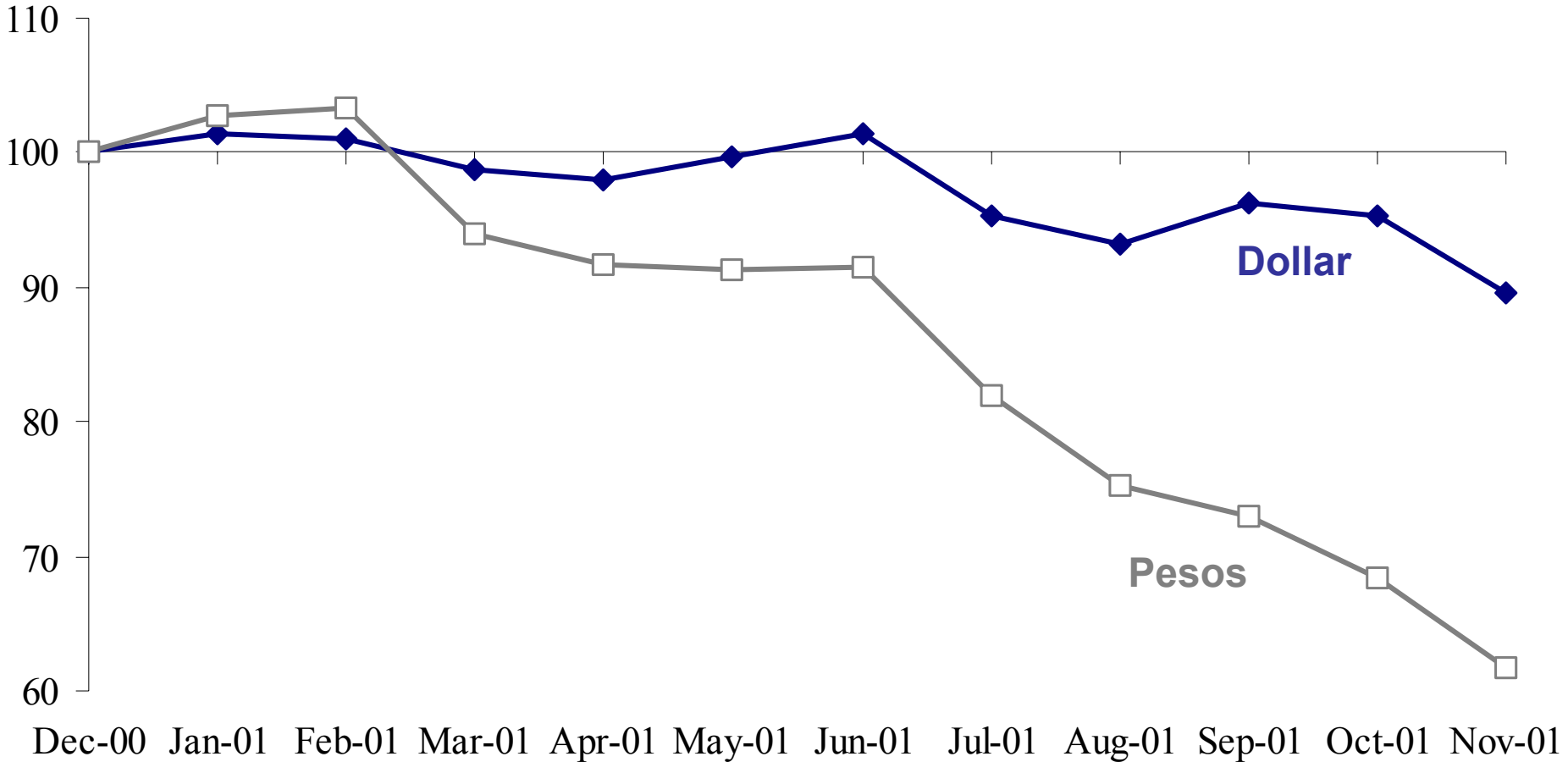
## Public Spending and GDP

Annual variation - in real terms



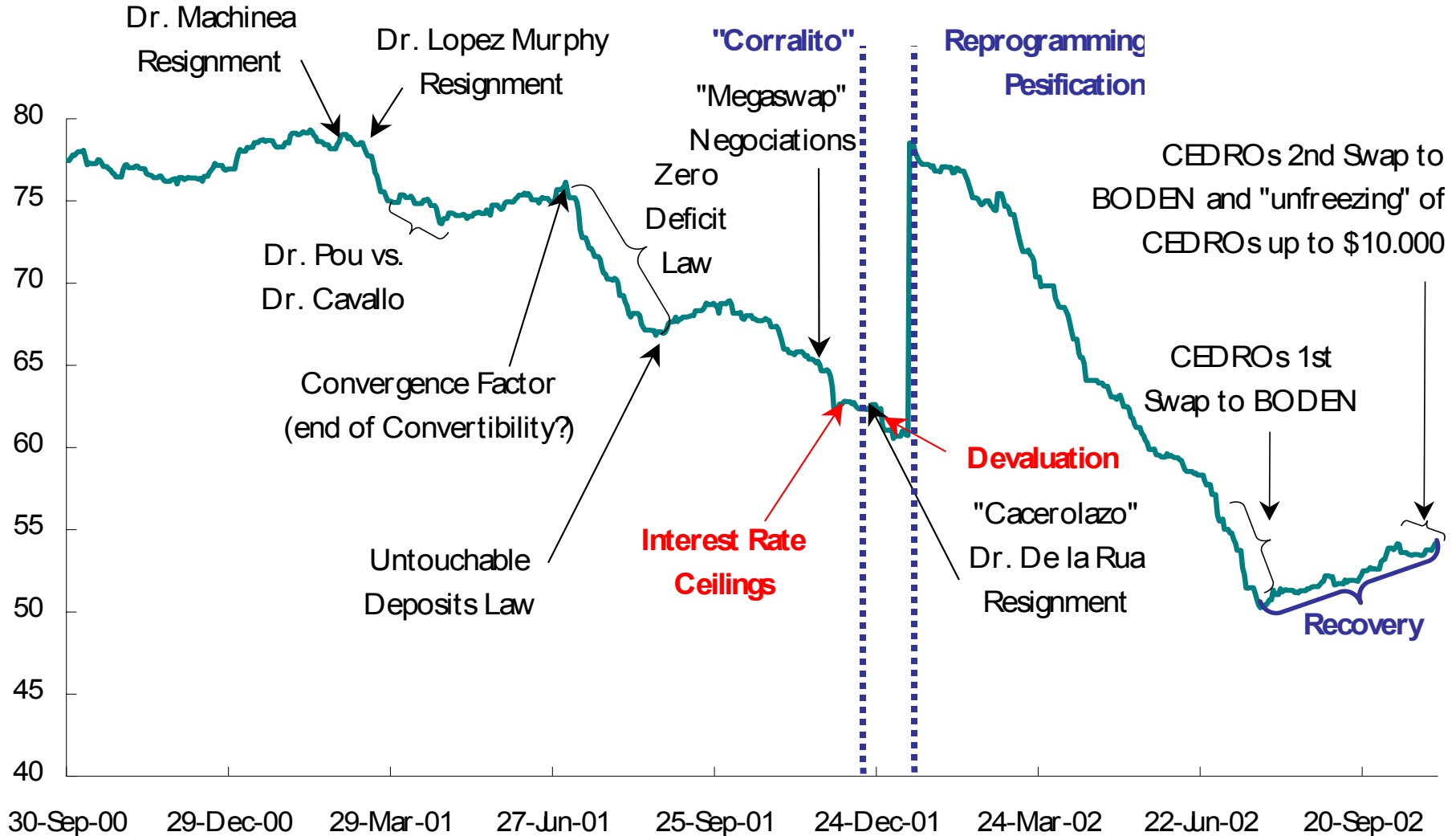
# Evolution of Private Deposits

Index Dec 00 = 100



# The dynamics of the crisis

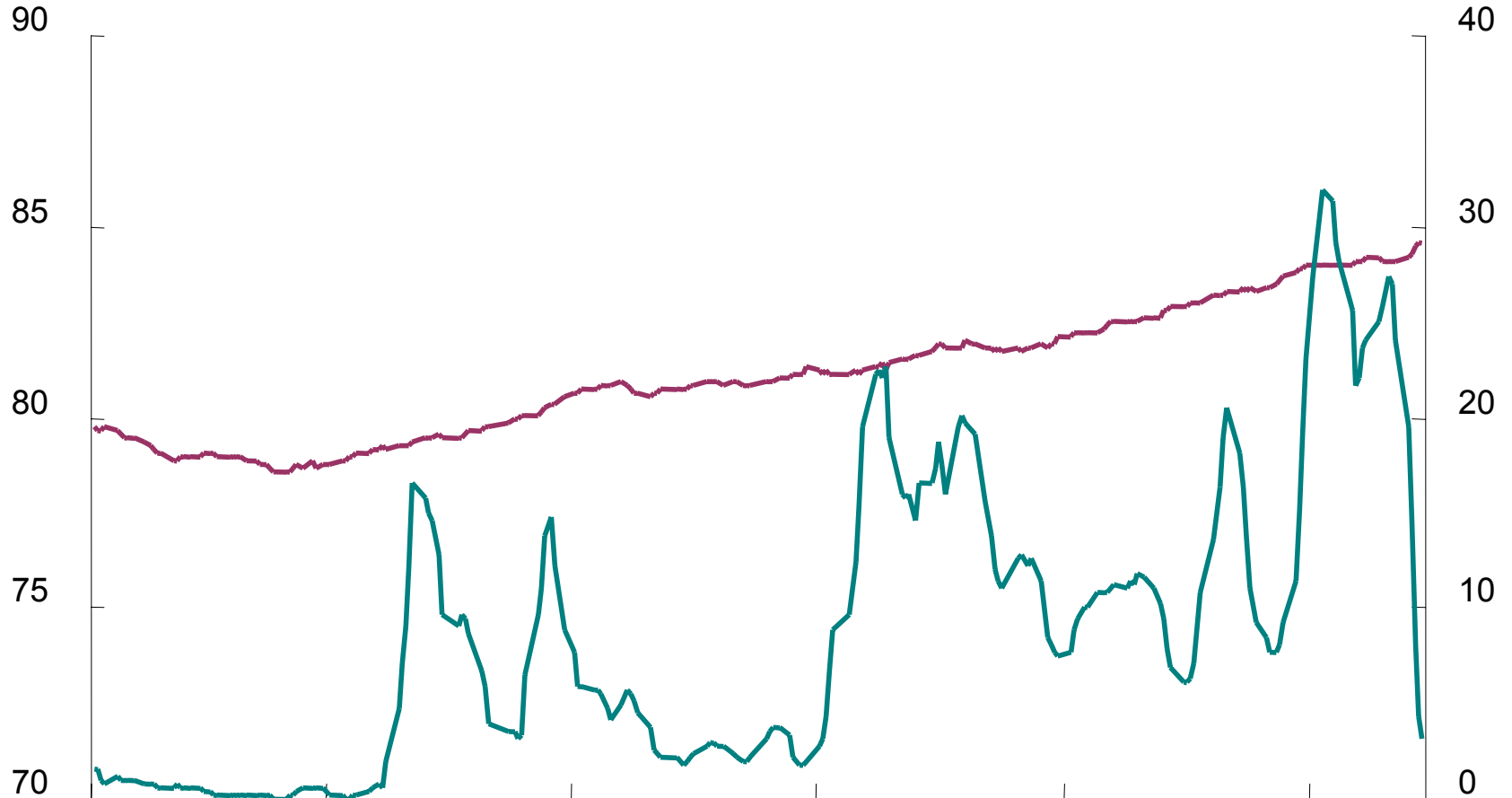
## Private Sector Deposits (in billion pesos)



# Preference for dollar denominated assets

Dollarization

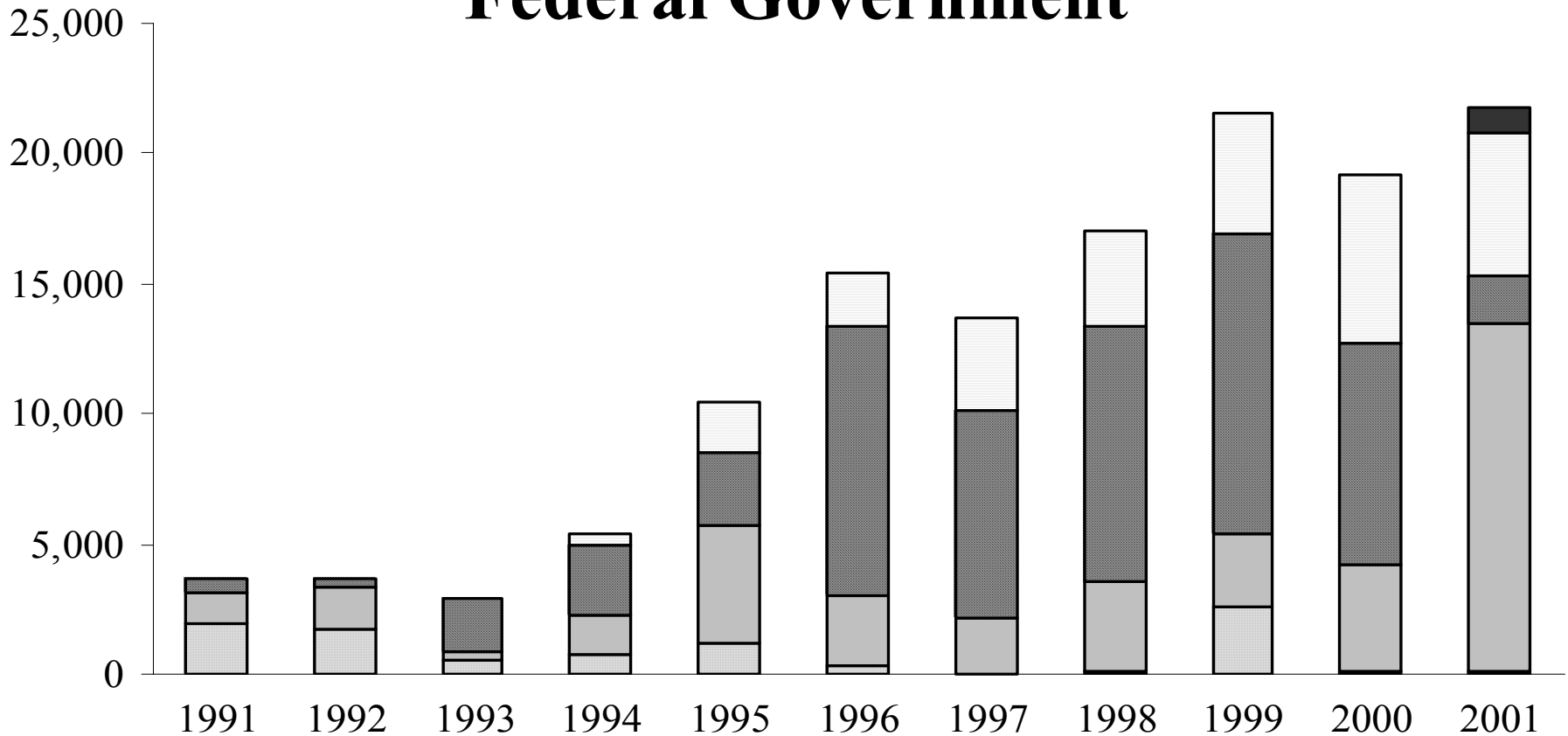
*Spread*



peso-dollar spread (TimeD +1millón)

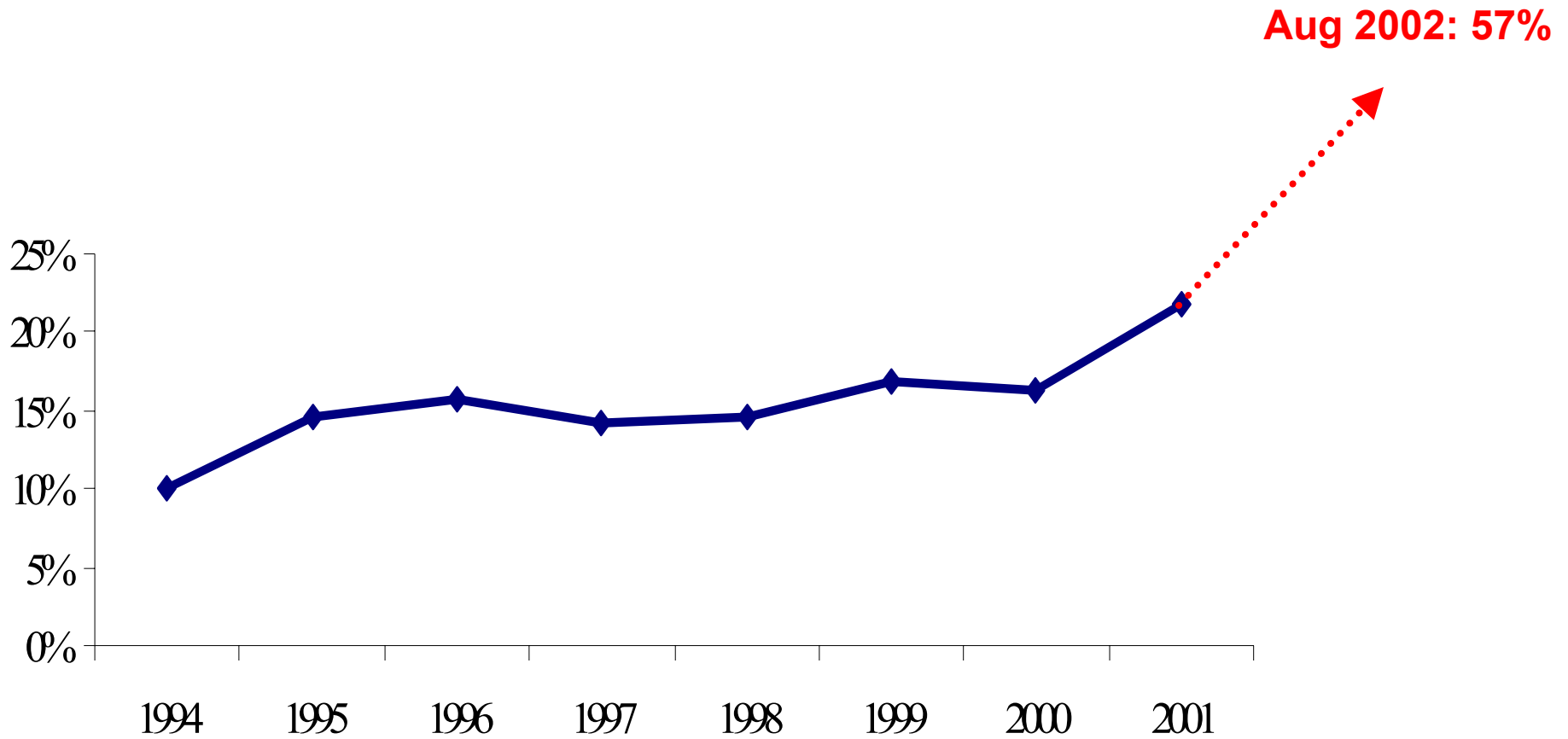
% dollarization (TD Private Sector)<sup>12</sup>

# Financing Sources Federal Government



- Privatizations and other capital income
- International financial institutions
- International market, voluntary debt
- Domestic market
- Lecop

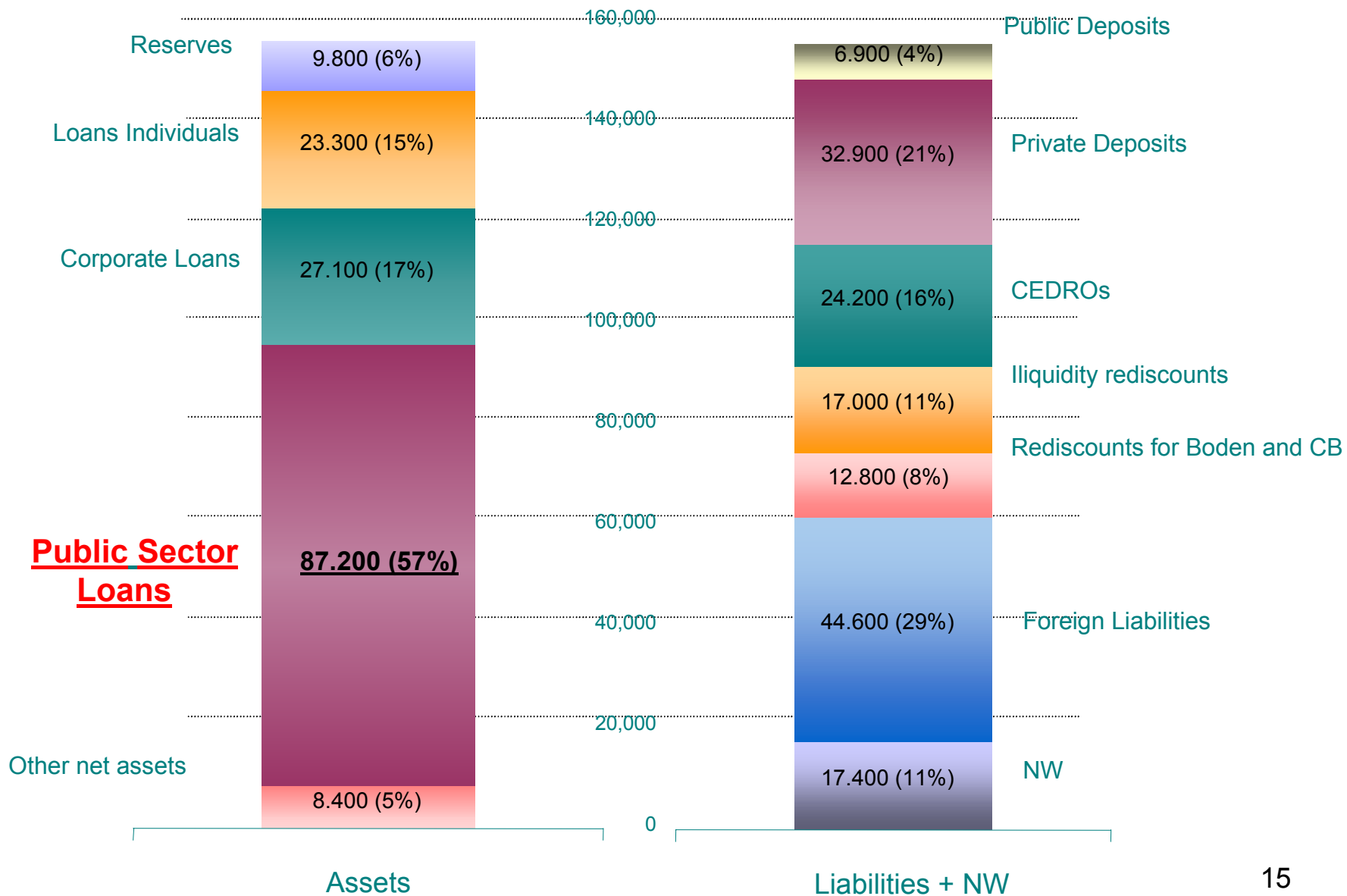
# Share of Claims on the Public Sector to Total Assets



# ESTIMATION OF CONSOLIDATED BALANCE OF THE FINANCIAL SYSTEM

AUGUST 2002 - In million of pesos

Includes CER



## Towards the end of 2001, deposits decrease accompanied an increasing banking exposure to Public Sector

