

**REPUBLIC OF PANAMA
SUPERINTENDENCY OF BANKS**

April 20, 2004
CIRCULAR CFL 3-85 No. 2-2004

Ref.: Residential Mortgages Loans
(Law 3/85, 11/90, 5/94, 28/95, 30/99
and 50/99)

General Manager

Dear Sir:

As per Article 4 of Law No.3 dated May 20, 1985, extended by Law No.50 dated October 27, 1999, "*Which established a system of preferential interests in certain Mortgage Loans*", we hereby inform you that the Average Mortgage Interest calculated for the Second Quarter of the year 2004, was established at **SEVEN POINT SEVENTY FIVE PERCENT (7.75%)**.

Sincerely,

Gustavo A. Villa Jr.
Acting Superintendent