

*Republic of Panama*  
**Superintendency of Banks**

March 31<sup>st</sup> of 2005  
**CIRCULAR CFL 3-85 N° 2-2005**

General Manager

Reference: Residential Mortgage Loans  
(Act 3/85, 11/90, 5/94, 28/95, 30/99,  
50/99 and 65/2003).

Dear Sir:

Pursuant to the provisions of Section 4 of Act N° 3 of May 20<sup>th</sup> of 1985, whose force was extended and Section 5 was amended by Act N° 65 of October 29<sup>th</sup> of 2003, "Whereby it is established a preferential interest regime for certain Mortgage Loans", we would like to inform that the Estimated Average Interest Weighted Rate (EAIWR) calculated for the Second Quarter of the year 2005 has been fixed at an **ANNUAL SEVEN PERCENT (7%)**.

Kind Regards,

Delia Cardenas  
Superintendent