

October 12, 2020  
Circular N° SBP-DR-0307-2020

General Manager

Subject: Note to financial statements on the modified  
special mention portfolio

Dear General Manager:

We refer hereby to Rule 9-2020 dated 11 September 2020 that amended Rule 2-2020 dated 16 March 2020 by means of which additional, exceptional and temporary measures to comply with the provisions of Rule 4-2013 on credit risk were provided.

In this regard, and in order to facilitate the drafting of the disclosures on modified special mention loans, required in Article 4-E of Rule 9-2020, we have enclosed a standard template note to the audited financial statements. Banks must adhere to this template and are free to add other information they deem relevant to their specific circumstances.

It is important to remember that restructured loans included in substandard, doubtful or loss categories will maintain the loan classification they had at the time of their modification with the corresponding provision.

Should you have any question related to this circular, please feel free to communicate it via e-mail: [soporte@superbancos.gob.pa](mailto:soporte@superbancos.gob.pa) or [gdocumental@superbancos.gob.pa](mailto:gdocumental@superbancos.gob.pa).

We would greatly appreciate your providing the necessary instructions to your staff for compliance with these provisions.

Best regards,

*Digitally signed by [S]  
NAME CASTILLO CHANG,  
AMAURI ARIEL – ID 8-238-386  
Date: 2020.10.12 16:38:55 - 05'00'*

Amauri A. Castillo  
Superintendent

Enc.: A/s

ARV/adec

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