



COMMUNIQUE

By means of Resolution SBP-0016-2017 dated 27 January 2017, the Superintendency of Banks of Panama ordered the extension of the REORGANIZATION of BALBOA BANK & TRUST, CORP., to be completed within seventy-five (75) days from two thirty post meridiem (2:30 p.m.) on Monday, January 30, two thousand seventeen (2017). This period may be curtailed or extended by the Superintendency under Paragraph 3 of Article 142 of the Banking Law.

The REORGANIZATION of BALBOA BANK & TRUST, CORP. has successfully completed three out of the five stages that were structured in the Reorganization Plan. Therefore, the Reorganizer, in a substantiated report, has recommended the Superintendency of Banks of Panama approve an extension of time that will permit the bank to complete a Final Stage that would represent a feasible solution in the best interest of depositors.

Therefore, the Superintendency of Banks of Panama, in use of its legal powers and according to the Reorganizer's report and recommendations, authorized the extension of the period of REORGANIZATION of BALBOA BANK & TRUST, CORP. in order to permit the completion of this process.

The Superintendency of Banks of Panama recommends the community pay attention only to the official communiqués issued by this Institution and to ignore baseless and malicious rumors that are circulated or posted on social networks and other media. We reiterate that this type of baseless news jeopardizing the national economy or public trust may incur in the commission of offenses under Article 260 of the Penal Code.

Panama, 30 January 2017.