

TRANSLATION

Republic of Panama *Superintendency of Banks*

RULE No. 001-2012
(dated 28 February 2012)

“Whereby Rule No. 1-2007 is amended”

THE BOARD OF DIRECTORS
In use of its legal powers, and

CONSIDERING:

That due to the issuance of Decree Law 2 dated 22 February 2008, the Executive Branch reedited Decree Law 9 of 1998 and all of its amendments as a sole text, and that this text was approved by means of Executive Decree 52 dated 30 April 2008, hereinafter referred to as the Banking Law;

That, according to paragraphs 1 and 2 of article 5 of the Banking Law the objectives of the Superintendency of Banks are to safeguard the soundness and efficiency of the banking system and to strengthen and foster favorable conditions for the development of the Republic of Panama as an international financial center;

That due to the increase and emergence of new types of criminal activity detrimental to banking entities and users of banking facilities, it is extremely important to adopt minimum security measures establishing mechanisms and processes that will help prevent losses, damages and criminal acts.;

That during the Board of Directors’ working sessions it became obvious that it was necessary and advisable to amend the period for which banks must retain the records of automated teller machine transactions.

RESOLVES:

ARTICLE 1: Paragraph 7.10 of Article 2 of Rule 1-2007 is amended as follows:

“ARTICLE 2: SECURITY MEASURES FOR BANKS. Without prejudice to the installation of other security measures and protections deemed convenient and adequate, all banks must implement in each establishment the following minimum security measures:

1. ...
2. ...
- ...
7. **Automated Teller Machines:** Automated Teller Machines of banking entities shall comply with the following measures:
 - 7.1. ...
 - 7.2. ...
 - ...
 - 7.10. Banks must have a tape file of digital video disks (DVD) or of any some other recording system covering at least twelve (12) months of recordings. Nevertheless, upon notification by competent

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authority, the bank must maintain the records at the disposal of the authorities for whatever period they may require...”

ARTICLE 2: ENACTMENT. This Rule shall become effective as of the tenth (10th) of September, two thousand twelve (2012).

Given in the city of Panama, on the twenty-eighth (28th) day of February, two thousand twelve (2012).

LET IT BE KNOWN, PUBLISHED AND ENFORCED.

THE CHAIRMAN,

THE SECRETARY,

Arturo Gerbaud De La Guardia

Félix B. Maduro