

TRANSLATION

Republic of Panama Superintendency of Banks

RULE No. 002-2013
(dated 29 January 2013)

“Whereby Article 28 of Rule 7-2011 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 dated 26 February 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 pursuant to the provisions of paragraphs 1 and 2 of article 5 of the Banking Law, safeguarding the soundness and efficiency of the banking system and strengthening and fostering favorable conditions for the development of the Republic of Panama as an international financial center, are among the objectives of the Superintendency of Banks;

That pursuant to the provisions of paragraph 5 of article 11 of the Banking Law, establishing the scope of the legal provisions and regulations on banking matters and interpreting them, is among the technical duties of the Board of Directors;

That by means of Rule 7-2011 the Superintendency established the guidelines for operational risk management;

That during the Board of Directors' working sessions it became obvious that it was necessary and advisable to extend the deadline established in Article 28 of the Rule above for the submittal of the annual report on the main points and results of operational risk management.

RESOLVES:

ARTICLE 1. Article 28 of Rule 7-2011 is as follows:

“ARTICLE 28.- REPORTING REQUIREMENTS. Banks shall submit an annual report containing the main points and the results of their operational risk management program to the Superintendency no later than 31 January of each year. The first report, regarding 2012 management, must be submitted no later than 1 July 2013.

Banks shall also submit the events and incidents that are contained in the “databases” referred to in Article 23 of this Rule annually in electronic form, as the Superintendency will determine, beginning with the submission of the 2013 database no later than 31 January 2014.

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TRANSITORY PROVISIO. Banks must ensure that the annual report referred to in the first paragraph of this article includes the parameters contained in General Resolution SBP-RG-0001-2013, whereby this reporting requirement is expanded.”

ARTICLE 2. VALIDITY. This Rule shall enter into force as of its promulgation.

Given in the city of Panama on the twenty-ninth (29th) day of January, two thousand thirteen (2013).

LET IT BE KNOWN, PUBLISHED AND ENFORCED.

THE CHAIRMAN,

THE SECRETARY,

Félix B. Maduro

Nicolás Ardito Barletta