

TRANSLATION



May 9, 2012
Circular No. SBP-DR-0054-2012

General Manager

Subject: Inactive Assets Report.

Dear General Manager:

As you are aware, article 215 of the Banking Law establishes that all banks shall inform the Superintendency of *any property, funds or securities in their possession that have been inactive for five years and belong to persons whose domicile is unknown*, and after verifying the facts, transfer the net value of these assets to Banco Nacional de Panamá.

Additionally, article 4 of Rule 5-2009, whereby Article 215 of the Banking Law on Inactive Assets is amplified, establishes that once an account, asset or valuable has met the criteria for being declared inactive, the bank must inform the Superintendency of Banks by means of the SB (CUIN) Inactive Assets Report, which is to be reported on a quarterly basis within the ten (10) business days following the end of each quarter.

With regard to the above, beginning with the SB (CUIN) report for the second quarter of 2012, the Superintendency will require all banks to include the balances from previous quarters that are pending authorization for transferal to Banco Nacional de Panamá.

Also, please be advised that Mr. Edgardo Galarza, Head of Banking Supervision, will be glad to answer your inquiries about this issue. Mr. Galarza can be contacted through egalarza@superbancos.gob.pa.

We would greatly appreciate your providing your staff with the necessary instructions for compliance with the provisions of this Circular.

Yours truly,

Alberto Diamond
Superintendent

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