



GOVERNMENT OF PUERTO RICO

Puerto Rico Fiscal Agency and Financial Advisory Authority

Tuesday, November 6, 2018

Court approves first-ever consensual Title VI transaction in the restructuring of the Government Development Bank for Puerto Rico

San Juan, P.R. - The President of the Government Development Bank for Puerto Rico (GDB) and Executive Director of the Puerto Rico Fiscal Agency and Financial Advisory Authority (AAFAF), Christian Sobrino Vega, announced today that the determination of the District Judge, Hon. Laura Taylor Swain, to approve the restructuring of GDB under the Title VI of PROMESA, represents a significant achievement in the restructuring of the public debt of Puerto Rico.

“This is a historic accomplishment for the ultimate resolution of GDB and a decisive victory for Puerto Rico fiscal rehabilitation. It is the first consensual restructuring transaction approved by the United States District Court under the Title VI of PROMESA. Once again, we are demonstrating the credibility of Governor Ricardo Rosselló Nevares management and our commitment to gain access to the capital markets through good faith negotiations, while continuing to protect the best interests of the people of Puerto Rico and its municipalities” Sobrino Vega said.

The government officials stressed that in this consensual Title VI transaction over 74.8 percent of the aggregate principal amount of the Participating Bond Claims in the GDB Bond Claims Pool voted as part of the solicitation process, with 97.4 percent of such creditors voting in favor of the restructuring of the GDB.

“I’m glad we took this step forward toward a new foundation for Puerto Rico,” Judge Taylor Swain said.

Judge Taylor Swain presides over the Commonwealth of Puerto Rico’s cases under the Puerto Rico Oversight, Management, and Economic Stability Act, known as PROMESA.

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