



COMMONWEALTH OF
PUERTO RICO

Government Development Bank
for Puerto Rico

**Municipal Secondary Market Disclosure Information Cover Sheet
Municipal Securities Rulemaking Board (MSRB)
Electronic Municipal Market Access System (EMMA)**

Additional / Voluntary Event-Based Disclosure

THIS FILING RELATES TO ALL OR SEVERAL SECURITIES ISSUED BY THE ISSUER, OR ALL OR SEVERAL SECURITIES OF A SPECIFIC CREDITOR:

Issuer's Name: Government Development Bank for Puerto Rico ("GDB")

Other Obligated Person's Name (if any): _____

Six-digit CUSIP* number(s): 745177EX9

TYPE OF INFORMATION PROVIDED:

- A. Amendment to Continuing Disclosure Undertaking
 - B. Change in Obligated Person
 - C. Notice to Investor Pursuant to Bond Documents
 - D. Communication from the Internal Revenue Service
 - E. Bid for Auction Rate and Other Securities
 - F. Capital or Other Financing Plan
 - G. Litigation / Enforcement Action
 - H. Change of Tender Agent. Remarketing Agent or Other On-going Party
 - I. Derivative or Other Similar Transaction
 - J. Other Event-Based Disclosures: **GDB announcement of an agreement reached on April 29, 2016 with various state-chartered credit unions in Puerto Rico, dated May 3, 2016**
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I represent that I am authorized by the issuer, obligor or its agent to distribute this information publicly.

/s/ Jorge A. Clivillés Díaz

Jorge A. Clivillés Díaz
Executive Vice President

Dated: May 3, 2016

GOVERNMENT DEVELOPMENT BANK FOR PUERTO RICO

Additional / Voluntary Event-Based Disclosure

Dated: May 3, 2016

The Government Development Bank for Puerto Rico (“GDB”) announced on April 29, 2016 that it reached an agreement with various state-chartered credit unions in Puerto Rico (“*cooperativas*”) to implement a limited private exchange of approximately \$33 million of notes issued by GDB maturing on May 1, 2016 for newly issued GDB notes with substantially the same terms, but maturing on May 1, 2017. The exchange was structured to be completed in advance of the May 1 principal payment date and settled April 29, 2016.

This private exchange was designed to address the unique financial considerations of the *cooperativa* institutions. Similar exchanges may be made available by GDB to other institutions with similar considerations, subject to compliance with applicable law.

Apart from this private exchange, GDB continues to negotiate a potential transaction related to an exchange of all of GDB’s bond indebtedness, which would require the participation of all creditors of GDB (including the *cooperativas*). The private exchange does not affect, or take the place of, those ongoing negotiations.

Dated as of the date and year written above.

GOVERNMENT DEVELOPMENT
BANK FOR PUERTO RICO

 /s\ Jorge A. Clivillés Díaz
Jorge A. Clivillés Díaz
Executive Vice President

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Not an Offering of Securities

This statement does not constitute, nor does it form part of, an offer to sell or purchase, or the solicitation of an offer to sell or purchase, any securities or an offer or recommendation to enter into any transaction. This presentation has been prepared for informational purposes only. Any offer or sale of any security may only be made pursuant to the relevant offering documents and binding transaction document and is subject to the detailed provisions therein, including risk considerations. Prospective purchasers should obtain a copy of the relevant offering materials prior to making any investment decisions.

Forward-Looking Statements

The information included in this statement contains certain forward-looking statements. These forward looking statements may relate to the fiscal and economic condition, economic performance, plans and objectives of the Commonwealth of Puerto Rico or its agencies or instrumentalities. All statements contained herein that are not clearly historical in nature are forward looking.

This statement is not a guarantee of future performance and involves certain risks, uncertainties, estimates, and assumptions by the Commonwealth and/or its agencies or instrumentalities that are difficult to predict. The economic and financial condition of the Commonwealth and its agencies or instrumentalities is affected by various financial, social, economic, environmental, and political factors. These factors can be very complex, may vary from one fiscal year to the next, and are frequently the result of actions taken or not taken, not only by the Commonwealth and/or its agencies or instrumentalities, but also by entities such as the government of the United States of America or other nations that are not under the control of the Commonwealth. Because of the uncertainty and unpredictability of these factors, their impact cannot, as a practical matter, be included in the assumptions underlying the Commonwealth's or its agencies or instrumentalities' projections.