



GOVERNMENT OF PUERTO RICO

Puerto Rico Fiscal Agency and Financial
Advisory Authority

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): _____

Nine-digit CUSIP number(s): 745177

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: Press Release: AAFAF and GDB Announce the Preliminary Results of the Solicitation of Votes to Approve the GDB Qualifying Modification.

I represent that I am authorized by the issuer, obligor or its agent to distribute this information publicly.

/s/ Sebastián M. Torres Rodríguez

Sebastián M. Torres Rodríguez
Puerto Rico Fiscal Agency and Financial Advisory Authority,
as Fiscal Agent for the Commonwealth

Dated: September 13, 2018





PRESS RELEASE

**Puerto Rico Fiscal Agency and Financial Advisory Authority
Government Development Bank for Puerto Rico**

JOINT PRESS RELEASE

For Immediate Release

Thursday, September 13, 2018

**AAFAF AND GDB ANNOUNCE THE PRELIMINARY RESULTS OF
THE SOLICITATION OF VOTES TO APPROVE THE GDB
QUALIFYING MODIFICATION**

(*San Juan, PR*) — Today, the Puerto Rico Fiscal Agency and Financial Advisory Authority (“AAFAF”, by its Spanish acronym) and the Government Development Bank for Puerto Rico (“GDB”) announced that preliminary results currently available to AAFAF and GDB indicate that the requisite votes have been received in the previously announced solicitation of votes (the “Solicitation”) seeking creditor approval of the qualifying modification (the “Qualifying Modification”) for GDB under Title VI of the Puerto Rico Oversight, Management, and Economic Stability Act, (“PROMESA”) contemplated under the restructuring support agreement, by and among GDB and certain of GDB’s creditors, dated as of May 15, 2017 (as amended, modified or supplemented, the “Restructuring Support Agreement”).

AAFAF’s CEO and GDB President, Christian Sobrino Vega, emphasized that with the conclusion of the Solicitation, the Government of Puerto Rico moves one step closer to completing the first consensual debt restructuring under Title VI of PROMESA. He stressed that one of Governor Roselló Nevares’ main objectives continues to be gaining access to the capital markets through consensual negotiations, while safeguarding the best interests of the people of Puerto Rico and all its municipalities.

The Solicitation is subject to the terms and conditions set forth in the Solicitation Statement, dated August 9, 2018, the Preliminary Offering Memorandum attached thereto and all supplemental disclosures, risk factors, exhibits, appendices and attachments to each (collectively, as supplemented or amended from time to time, the “Solicitation Statement”). All defined terms used herein but not otherwise defined have the meaning ascribed to them in the Solicitation Statement.



PRESS RELEASE

Preliminary Results of the Solicitation

Preliminary information provided by the Calculation Agent (as defined below) indicates that, prior to 5:00 p.m., New York City time, on September 12, 2018 (the “Voting Deadline”), GDB received the necessary votes from holders of Participating Bond Claims to approve the Qualifying Modification as required under PROMESA.

Specifically, based upon a preliminary review of the Ballots received by the Calculation Agent prior to the Voting Deadline, eligible voters delivered Ballots to the Calculation Agent voting over 70% of the aggregate principal amount of the Participating Bond Claims in the GDB Bond Claims Pool, with over 95% of the Participating Bond Claims that voted in such pool voting to approve the Qualifying Modification. In addition, the preliminary review indicates that the necessary votes were received with respect to the Guaranteed Bond Claims Pool. These results are preliminary and subject to tabulation, reconciliation and verification by the Calculation Agent in all respects, and therefore may change. The final results of the Solicitation are expected to be available on or about September 19, 2018.

In addition, the President of GDB, Christian Sobrino Vega, confirmed that five of the six municipalities that hold Participating Bond Claims have voted in favor of the Qualifying Modification and that 26 of the 30 municipalities eligible pursuant to the GDB Restructuring Act to receive a disbursement of 55% of Excess CAE have executed settlement agreements to receive such disbursements.

Sobrino Vega explained that another benefit of the transaction for municipalities is the right for compulsory mediation pursuant to Act 109-2017, as amended, that protects municipalities from lawsuits from suppliers during a defined period.

The consummation of the Qualifying Modification is subject to, among other things, the Financial Oversight and Management Board for Puerto Rico (the “Oversight Board”) certifying the Requisite Approvals and the United States District Court for the District of Puerto Rico (the “District Court”) entering an order approving the Qualifying Modification as satisfying the requirements of Section 601 of PROMESA. AAFAF and GDB intend to seek such certification from the Oversight Board as soon as possible. Entry of the District Court order is currently expected to occur on or after November 6, 2018.

BofA Merrill Lynch acted as the lead solicitation agent and Barclays Capital Inc. acted as the co-solicitation agent for the Solicitation. Epiq Corporate Restructuring acted as the calculation agent and the information agent (the “Calculation Agent”) for the Solicitation.



PRESS RELEASE

This press release is not a solicitation of votes, an offer to sell or the solicitation of an offer to buy any security and shall not constitute an offer, solicitation or sale in any jurisdiction in which such offering, solicitation or sale would be unlawful.

Forward-Looking Statements

This press release includes forward-looking statements, which include, but are not limited to, expectations with respect to the Qualifying Modification and the Oversight Board’s certification of the Requisite Approvals. AAFAF and GDB cannot provide assurances that future developments affecting AAFAF, GDB, the Qualifying Modification or the transactions described in the Solicitation Statement (including the Preliminary Offering Memorandum) will be as anticipated. Actual results may differ materially from those expectations due to a variety of factors. Any forward-looking statement made in this release speaks only as of the date hereof and AAFAF and GDB do not undertake any obligation to publicly update any forward-looking statement, whether as a result of new information, future developments or otherwise.

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