



Fondo de **Créditos Fiscales** por **Inversión Turística**



Fund Objective

The fund generates profitability through the purchase at a discount and sale by tranches of Tax Credits for Tourism Investment (CFT) granted by the Panamanian State; under Law 122, of December 31, 2019. The fund buys lots of CFT whose period of use extends for seven years and sells them annually in the Spot at a higher price than what it bought them. In this sense, investments are made with a medium-term horizon.

The CFTs are one of the few legal tax optimization instruments that exist, and the companies called large taxpayers have a great appetite for these CFTs in the SPOT. The fund has marketing agreements with the main accounting and tax advisory firms in the country, which have these large taxpayers as clients.

The fund has a dividend and capital distribution system as the CFTs are sold annually in the SPOT.

The main objective of the fund is capital appreciation, through the generation of returns above the market average, for equivalent investments in the asset class. Liquidity during the investment period is limited.

Characteristics



Panama's
Sovereign Risk



Annual Capital cash
flow, plus dividends



Assets Collateral trust



Uncorrelated with the
capital markets



Roberto Brenes

Fund Administrator

Investment banker with more than 30 years in the stock market. He has an extensive career in the financial sector and in supervisory entities.

He was the first president of the National Securities Commission and founder of the Stock Exchange.

Financial information

Ticker

Opening NAV	US\$ 60.00
Listing	BVP
Custodian	Latinclear
Minimum Investment	US\$ 10,000
Multiples	US\$ 1,000
Subscriptions	Weekly
Redemptions	Quarterly, Subject to Liquidity
Management fee	2.50% p.a.

Fund Allocation

Tax Credits for
Tourism Investment

100%

Approximate expected return

Retorno inversionista

TIR	8.01%
MOIC	1.5x
Payback	4.5 years
Total Gross Profit	58.3%
Total Net Profit	47.3%

Risk scale

1 2 3 4 5



Incentives for Tourism Investment Law

The Tourism Investment Incentives Act grants both natural and legal persons a tax credit on income tax equivalent to 100% of the amount invested in the acquisition of bonds, shares or other financial instruments issued by tourism companies that are registered in the National Tourism Registry of the ATP.

The tax credit granted by the DGI can be used in a maximum period of 10 years under the following conditions:

- Use after the second year of the investment.
- The usable value per year cannot exceed 50% of the Income tax generated in that same year.
- The amount of the tax credit used annually cannot be greater than 15% of the total tax credit granted by the DGI to the investor.
- The unused total or portion of the tax credit may be transferred to a third party regardless of whether the financial instruments have been transferred.

Investment Committee

The fund has an investment committee composed of professionals with long experience in the banking and securities sector. This committee supervises and approves the investments to be made by the fund.

The committee is made up of:

- ▶ **Roberto Brenes** An investment banker with more than 30 years in the stock market, he has an extensive career in the financial sector and in supervisory entities.
- ▶ **Sergi Lucas** Banker and investment advisor with 15 years of experience, managing high net worth individuals and families. He served as General Manager of banking institutions, securities houses, fiduciaries and was Director of the Panamanian Banks Association
- ▶ **Rafael Moscarella** (Independent Director) Graduated with a Master's Degree in Business Administration. More than two decades of banking and investment experience. Founder of RMV Consultores, dedicated to financial and patrimonial advice and consulting