

Press Release



SUPERINTENDENCIA
VALORES Y SEGUROS

The bidding process initiated in August comes to a conclusion:

SVS SELLS LE MANS' LIFE ANNUITIES PORTFOLIO TO THE LIFE INSURANCE COMPANY, EUROAMERICA

- *Offers were received from two insurance companies. Euroamerica will pay over 124 months 100% of life annuities of around 3,123 pensioners from February 2008 to May of 2018.*
- *This sale ends the process of pension payments manager by the SVS after the company's bankruptcy in 2003.*

The Superintendencia de Valores y Seguros (SVS) finalized the bidding process for the portfolio of the bankrupt insurance company Le Mans Desarrollo, selling it to Compañía de Seguros de Vida Euroamerica S.A.

The Insurance Law established that in the event that a life insurance company files for bankruptcy, the SVS may authorize the transfer of its portfolio of life annuities to another company in the industry, fixing pension payments for a determined period of time, upon which date state coverage will go into effect.

Under this legal framework, on Thursday October 18 at 12:00 p.m the process for presenting bids for the Le Mans Desarrollo – which has 3,123 pensioners and equity greater than US\$ 77 million – was officially closed. Two life insurance companies presented their offers: Vida Security and Euroamerica.

After analyzing both offers the offer presented by Compañía de Seguros de Vida Euromérica S.A., was accepted, and consists of the payment over 124 months of 100% of the life annuities of the pensioners, to begin in February 2008 until May 2018. On the other hand, the offer of Seguros Vida Security Prevision S.A. was over 116 months from February 2008 to September 2017.

It should be remembered that in the previous bidding process, which occurred in March 2006, the SVS rejected the only offer presented – that of a developing life insurance company – because it offered the payment of 100% of pensions for only 115 months, from June 2006 to December 2015, representing a difference of 29 months between this offer and that accepted in this new bidding process.

The payment of pensions will be financed with the bankruptcy assets that will be transferred to Euroamerica. The completed transfer of assets from the bankruptcy of

Le Mans will mark the end of pension payment administration as headed by Fernando Pérez Jiménez, designated by the SVS at the beginning of intervention in the company in March 2003.

At the end of the time period offered by the purchasing company, the State will take control of administration and will activate state coverage for the payment of pensions up to 100% of the minimum pension (equivalent to \$89,716 for individuals under 70 years of age; \$98,097 for those between 70 and 75, and \$104,667 for those older than 75). Regarding life annuities greater than the minimum pension, the state will cover 75% of the amount over the minimum, with a monthly limit of 45 U.F.

Pensioners that have questions or doubts about their personal situation may find information in the Le Mans Desarrollo offices, located at Encomenderos 113, 2nd floor, Tobalaba Metro Station (telephone 378-7014) or in the Policyholder Education and Customer Service Division of the SVS, located at Ave. Libertador Bernardo O'Higgins 1449, 1st floor, telephone 473-4553 and 473-4554.

Santiago, October 24, 2007.

www.svs.cl