



## PRESS RELEASE

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### **Amendment of the resolution plan for Banco CEISS approved**

The Executive Commission of the Banco de España has today approved the amendment to the resolution plan for Banco CEISS, submitted by the Governing Committee of the Fund for the Orderly Restructuring of the Banking Sector (FROB), to reflect the offer of Unicaja Banco to incorporate Banco CEISS into the Unicaja group. The European Commission is expected to meet on 13 May to give its final approval.

The amount of public financial support (€604 million) is the same as in the initial plan for Banco CEISS, and takes the form of subscription by the FROB of contingent convertible bonds (COCOs) issued by Banco CEISS.

Subsequently the transactions necessary to restore net worth equilibrium for Banco CEISS, based on the burden-sharing principle, will be carried out. This will affect the current shareholder of Banco CEISS (who will be the first to absorb losses) and the preference shares (FROB 1) subscribed by the FROB. Also, as established in the European state aid rules, in the Memorandum of Understanding (MoU) signed with the European authorities and in the initial resolution plan, the holders of hybrid capital instruments and subordinated debt will also bear part of the costs of resolution. For this purpose, the FROB will shortly conduct a mandatory hybrid instrument management (burden-sharing) exercise, as a result of which the holders of the instruments affected will obtain Banco CEISS capital instruments.

Unicaja would become a shareholder of Banco CEISS after completion of the hybrid instrument management exercise, by offering to exchange Banco CEISS capital instruments for similar Unicaja Banco instruments.

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