

PUERTO RICO
FINANCIAL SERVICES
FORUM

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DYNAMIC GROWTH FOR F&I INDUSTRIES

- Puerto Rico supports financial and insurance businesses with advanced banking tools, mobile apps, blockchain, and payment technology, enabling them to scale and expand into new markets.
 - World-class business infrastructure
 - Easy access to mainland U.S. and Latin America
 - Professionals experienced in U.S. & international laws and regulations
 - Federal regulations and exemptions
 - Local tax benefits and operating incentives
 - First-class service providers

Operational Advantages



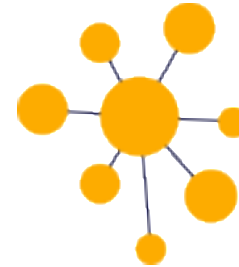
U.S. JURISDICTION

- Governed by U.S. federal law and banking regulations (BSA and AML, etc.)
- Protected by U.S. legal and intellectual property standards



WORKFORCE & TALENT DEVELOPMENT

- 80+ universities with 60% STEM graduates
- 40,000+ bilingual experts in U.S., local, and international banking & insurance regulations
- Bilingual talent: English & Spanish



ORGANIZATIONAL SUPPORT

- Office of the Commissioner of Financial Institutions (OCIF)
- Office of the Commissioner of Insurance (OCI)
- National Association of Insurance Commissioners (NAIC)
- Puerto Rico International Insurers Association (PRIIA)



REAL ESTATE

- Island-wide ICT infrastructure, including 5G providers
- Lower cost of Class-A office space compared to similar U.S. cities

Act 60 Incentives for Finance & Insurance

4%

fixed income tax rate on net income

0-6%

tax rate on capital gains and distribution of dividends or profits

100%

exemption from federal taxes on qualified income

75%

exemption from real and personal property taxes

50%

exemption on municipal license taxes

Act 60 Incentives for International Insurers

\$1.2M

exemption on net income

4%

fixed income tax rate on net income over \$1.2M

75%

exemption from real and personal property taxes

50%

exemption on municipal license taxes

100%

exemption for partners or shareholders on distributions and income from dividends and profit sharing

Financial Services in Puerto Rico

\$90B

in assets across
7 commercial banks

\$2.2B

in assets across 823 licensed
financial institutions and 53 IFEs

\$49B

in assets across 27 IBEs

34

international
insurers

516

protected cells

316

domestic & foreign
insurers total



Fintech & Insuretech

Home to **the #1 payment processing platform**
provider in Latin America

Home to banks that
accept digital assets

4% tax rate
on net income

The preferred destination for a
growing global blockchain community

Sale and use of utility
tokens as service exports



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