PUERTO RICO FINANCIAL SERVICES FORUM

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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