
Fondo de Reestructuración Ordenada Bancaria (FROB)

The FROB has been appointed to interim administrator of CAM

Press release – July 22nd, 2011

On July 22nd 2011, the Executive Commission of the Banco de España, as a request from the board of directors of CAM and Banco CAM, has resolved to initiate a process aimed at capitalising Banco CAM and has appointed the FROB to interim administrator of both entities, pursuant the provisions laid down in article 7 of the Royal Decree-law 9/2009, of June 26th, on bank restructuring and credit institutions equity reinforcement (RDL 9/2009)

The Governing Committee of the FROB, pursuant the provisions laid down in article 7.2 a) of the Royal Decree-law 9/2009 has appointed Mr. José Antonio Iturriaga Miñón, Mr. Tomás González Peña and Mr. Benicio Herranz Hermosa who, on behalf of FROB, will exercise, in CAM and Banco CAM, the appropriate functions and power as interim administrators of both entities.

In addition, the Governing Committee, pursuant the faculties laid down in the last paragraph of article 7.2 of Royal Decree-law 9/2009, has also decided to inject €2.8 billion into Banco CAM through the subscription of shares¹ and to extend a credit facility for a total of €3 billion which may immediately be drawn down to ensure the liquidity of CAM Group during its restructuring process. The measures adopted today have the aim of stabilising the entity and ensuring that CAM can continue operating normally, meeting all its obligations to third parties.

¹ CAM duly submitted a recapitalisation plan on 28 April. It included a request for €2.8 billion from the FROB to reach the level of core capital required under RD-L 2/2011.