



Banco Popular Dividend: A customized dividend

Tax treatment of dividend payment (applied to non resident individuals)

1. Receives Banco Popular shares:

The tax is deferred, no withholding tax. The acquisition value of the shares, both the delivered ones and from which it derives, shall be the result of dividing the total cost by the total number of shares.

2. Receives cash – sells rights on the market:

The taxation is deferred, no withholding tax. The resulting amount from the sale will reduce the purchase price of the shares of that coming.

3. Receives cash - sells rights to Banco Popular:

The income from qualifying dividend is subject to withholding tax at a rate of 19%. The double taxation agreements applicable according to the tax residence of the shareholder can set a lower tax rate.