

November 5, 2009

Licenciada
María Antonieta de Bonilla
Presidente
Banco de Guatemala
7ª. Avenida 22-01 Zona 1
Guatemala City

By email @banguat.gob.gt

Bancafe International Bank Limited

Dear Licenciada de Bonilla:

I write to you in the hopes that you can assist us in our function as Custodian of Bancafe International Bank Limited (BIB).

As you recall at the outset of our mandate we entered into an Information Sharing Agreement between us, the Superintendent of Banks, Corfina, and other relevant parties, which acknowledged that the affairs of the domestic bank and the offshore bank, BIB, in Barbados were interlinked.

Our enquiries and investigation on behalf of depositors have led us to the conclusion that the financial reports of BIB had not, since 2003 and possibly earlier, disclosed an erosion of assets that had occurred prior to that date, in the approximate amount of US\$150 million. From a review of the documents surrounding BIB's investments with REFCO, and the way these interact with companies related to BIB, it is our opinion that this failure to disclose on a continuing basis, was not simply a management oversight. And clearly an erosion of value of this magnitude cannot be simply ignored.

We did not have the information required to investigate the reason for that erosion of value. Therefore, consistent with the Information Sharing Agreement we sought access to the computer back up tapes for the period prior to 2003 that are in the hands of Corfina, so we could review the activities of BIB during this time.

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This action has been supported by request for assistance from the Courts which has resulted, as we are advised by our legal counsel, not just in one, but by two subsequent affirmations of the original Order by the Court after hearing challenges, that these tapes be turned over so that we can conduct this review. Again as we are advised by legal counsel, each attempt to enforce these Orders of the Court have been thwarted by the actions of Corfina, and more surprisingly in the most recent attempt yesterday, by lawyers who identified themselves as acting for Banco de Guatemala.

Not only is this obstruction surprising in the context of the Information Sharing Agreement, but I find it extremely surprising that Banco de Guatemala would want to block legitimate investigation into the affairs of BIB which could either confirm the position that management were honest but exercised what proved to be poor business judgment, or which in the alternative might provide information that could be used to generate funds for the benefit of the depositors of BIB, who are, as you know, mostly Guatemalan. We are also surprised that an institution of Government would wilfully fail to obey not just the first, but two further presentations of the Order after challenges had been dealt with by the Court.

Regardless of the legal issues, we had always believed that you shared our view that determining the truth as to what happened was a proper outcome and that the depositors should have the information to explain what happened to their investments. As it is we are obliged to expend part of the limited resources that remain in the BIB estate after the two distributions that have been made to depositors, to access this information in an atmosphere of conflict for which we can see no cause or benefit.

If necessary we would be happy to meet with you to see if there we can reach an amicable resolution with respect to the issues of concern to Banco de Guatemala that have caused you to have lawyers block our efforts, and to see if there is anything you can do to assist a similar resolution with Corfina.

Yours truly
PricewaterhouseCoopers EC Inc.



Marcus A. Wide, CA, CIRP

Cc. Licenciado Julio Roberto Suárez Guerra, Vice-Presidente BANGUAT
Licenciado Juan Alberto Fuentes Knight
Licenciado Rómulo Alfredo Caballeros Otero
Licenciado Julio César Recinos Salas

Ingeniero Luis Lara
Licenciado Gabriel Biguria Ortega
Licenciado Max Erwin Quirin Schoder
Licenciado Sergio de la Torre Gimeno
Licenciado José Rolando Secaida Morales
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Licenciado Luis Fernando Pérez Martínez
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