

Grupo Security Proposes Dividend of Ch\$5 Per Share to Shareholders

March 28, 2014

This and other dividends distributed in 2013 total Ch\$23,878 million, equivalent to Ch\$7.5 per share.

A shareholders' meeting was called for Wednesday, April 16, 2014.

In a material event filed today with the Securities and Insurance Supervisor, Grupo Security called an Ordinary Shareholders' Meeting for Wednesday, April 16, 2014, at which time the board will propose, among other matters, paying a dividend of Ch\$5 per share charged to profit for the year 2013. This and other dividends distributed in 2013 total Ch\$23,878 million, equivalent to Ch\$7.5 per share.

The proposed date of payment for the dividend of Ch\$5 per share is April 28, for shareholders registered in the Shareholder Registry as of April 10.

Renato Peñafiel, CEO of Grupo Security, commented, "The year 2013 was a great year for Security. The acquisition of the Cruz del Sur companies gave us an important competitive position in both the life insurance and asset management industries." He also remarked that the merger of the life insurance companies should be completed in the next few weeks while the asset management companies should conclude their merger towards the end of the first half of the year. However, he pointed out that the most important achievement is that "we have been able to increase profit by 7.1% to Ch\$49,843 million while maintaining our service quality standards, proximity to our customers and concern for our associates." In terms of Chile's current economic situation, Peñafiel remarked, "During the first few months of the year, we have seen decreased demand for loans, which reflects the economic deceleration expected for 2014. This is partly attributable to a drop in investment as a result of negative expectations related to proposed regulatory changes and a strong increase in corporate income tax. Raising the income tax rate from 17% to 25%—nearly a 50% increase in a short period of time—is a major burden for companies and discourages investment. Let's not think about what higher rates might do. Everyone knows that higher taxes means fewer available resources that the private sector can use to invest, which would undoubtedly affect future GDP growth and employment. There is no other way to interpret the matter."

In this context, he commented, "During 2013, loans at Banco Security expanded 10.6% to Ch\$3,341 billion, while factored receivables at Factoring Security increased 16.5% to Ch\$228,826 million. In 2013, Vida Security posted an increase in direct premiums of 23.7% in comparison to the year 2012 and market share of 5.0%, which increases to 8.0% including Cruz del Sur Seguros de Vida, making Vida Security the 5th largest insurance company in the Chilean market by direct premiums."

Grupo Security is a diversified financial group that offers its customers exceptional service and comprehensive solutions to their lending, asset management, insurance, travel and real estate needs. The group seeks to meet the needs of its customers, shareholders, employees and the world in which it does business, while encouraging work-family balance.