Titularizadora
COLOMBIANA

Bogotá, May 21, 2020

To
Sandra Patricia Perea
Deputy Superintendent for Issuers
Superintendencia Financiera
Bogotá, D.C.

Re. 600-001 Titularizadora Colombiana S.A.
058 Relevant Information
50 Request/Submission
No attachments

Dear Ms. Perea:

Further to Decree 2555 of 2010 article 5.2.4.1.5 – Obligation of relevant information reporting to the Financial Superintendence of Colombia, we hereby express that considering the situation of public health emergency declared by the national government by Resolution 385 of March 12, 2020 Titularizadora Colombiana S.A. (hereinafter Titularizadora) hereby states that the Board of Directors made the decisions described below at their meeting held on May 21, 2020:

1. Considering the collection of securitized loans in previous months, the Board deemed appropriate to amend the decision adopted on April 16 of this year on creating a new temporary credit enhancement mechanism instead of extending the *Mecanismo de Cobertura Parcial TC* (TC Partial Credit Enhancement Mechanism) currently in force. The new *Mecanismo de Cobertura Temporal de Liquidez TC* (TC Temporary liquidity credit enhancement facility) will be effective up to October 31, 2020. Titularizadora may make the decision to extend the effective term of the facility up to a six- (6) month period provided that the criteria to be set forth in the respective prospects are fulfilled.

2. The approval of the implementation of a new *Mecanismo de Cobertura Temporal de Liquidez TC* for the Issues of loans which according to the analysis of conservative stress scenarios conducted by Titularizadora might have collected cashflows shortfalls due to changes to the conditions of the securitized loans caused by the public health emergency decreed by the national government; thereby, avoiding inasmuch as possible the default in payments to the securities issued for protecting the investors in the current economic situation.

   The percentage of the new *Mecanismo de Cobertura Temporal de Liquidez TC* will be 3% of the total principal balance of “A” Securities and may be used insofar as Titularizadora obtains the banking funding addressed in item 3 below for the purpose of serving the needs of resources of the various *universalidades*.

In order to formalize the *Mecanismo de Cobertura Temporal de Liquidez TC* that will be available to the issues requiring such financial support, Titularizadora is currently taking the necessary steps for submitting the amendments to the corresponding rules and prospectuses of information to the diverse bondholders' meetings. As this process is completed, the outcome will be informed in due course through the appropriate information channel.

3. Approval of the required indebtedness by Titularizadora for up to Thirty Billion Colombian pesos (COP 30,000,000,000.00) for the purpose of availability of resources required to honor the obligations of the *Mecanismo de Cobertura Temporal de Liquidez TC* named in item number 1 hereof. The loans will be under contracts with banks at the market interest rates and based on the general guidelines determined by the Board of Directors.

Please, do not hesitate in contacting us for any further information.

Sincerely,

Alberto Gutierrez Bernal
Legal Representative