

Republic of Argentina
Ministry of Finance and Public Credit

Press Release

For Immediate Release

February 17, 2016

Instructions for Bondholders to Accept its Settlement Proposal

Buenos Aires, Argentina. The Ministry of Finance and Public Credit of Argentina has publicly announced the procedures by which eligible holders of any series of bonds of Argentina may accept the terms of the proposal announced on February 5, 2016 (the “Proposal”).

Instructions:

Holders of defaulted Argentine bonds wishing to accept the Republic’s proposal, dated February 5, 2016 (the “Proposal”) to settle all claims in respect of those bonds should proceed in accordance with the following instructions.

1. The Republic has posted on its website a Master Settlement Agreement dated as of February 8, 2016.

The Master Settlement Agreement may be used both by holders of bonds covered by the Standard Offer (as defined in the Proposal) as well as holders holding bonds in respect of which a *pari passu* injunction has been given by the U.S. District Court for the Southern District of New York (the “Injunction Bond Holders”).

2. Holders may become a party to a Settlement Agreement by executing and exchanging with the Republic a completed Agreement Schedule, the form of which is attached as Exhibit A to the Master Settlement Agreement.

3. A holder wishing to proceed with a settlement should contact the Republic at the following email address:

agreementinprinciple@mecon.gov.ar

The holder must provide the Republic with (i) the information about its bonds called for by the attachment to the form of Agreement Schedule contained in the Master Settlement Agreement and (ii) the holder’s calculation of the Settlement Amount for its bonds as called for by item 5 below.

4. *If the holder is an Injunction Bond Holder*, it should also indicate how it wishes the Settlement Amount for its Injunction Offer Bonds to be calculated. As described in the February 5, 2016 Proposal, the options for such a holder are:

(i) the Standard Offer (150% of the original principal amount of its bonds but not exceeding the value of any monetary judgment rendered by a court in respect of those bonds, determined as of January 31, 2016),

(ii) if a monetary judgment has been entered in respect of its bonds, the original amount of that monetary judgment updated by any applicable post-judgment interest rate accrued through January 31, 2016, less a discount of 30%, and

(iii) if a monetary judgment has not been entered in respect of the bonds, the current accrued value of the claims (calculated through January 31, 2016) less a discount of 30%.

5. Injunction Bond Holders that execute and deliver to the email address included hereby an Agreement Schedule prior to 5:00 pm New York time on February 19, 2016 will have the Settlement Amount under options (ii) and (iii) of Section 4 above calculated using a discount of 27.5%. Those Injunction Bond Holders that execute and deliver to the email address below an Agreement Schedule after 5:00 pm New York time on February 19, 2016 will have the Settlement Amount under options (ii) and (iii) of Section 4 above above calculated using a discount of 30%.

The holder must complete, sign and send the Agreement Schedule to the Republic including the information set forth for in item 3 above. That Agreement Schedule, when countersigned by the Republic, shall constitute a binding agreement between the parties to settle all claims in respect of the bonds on the terms contained in the Master Settlement Agreement.

Questions regarding these procedures should be directed to agreementinprinciple@mecon.gov.ar

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