

Her Excellency Mrs. Mercedes Aráoz Fernández
President of the Council of Ministers
Jr. Carabaya Cdra. 1 S/N -Palacio de Gobierno
Lima, Peru



CARGO

October 13, 2017

Muy estimada Señora Presidenta:

I represent a group of U.S. citizens who, like myself, hold unpaid Land Reform Bonds (Bonos de la Deuda Agraria), which, as you might know, were issued by the Peruvian State in lieu of payment for the expropriation of arable land.

Unfortunately, and despite multiple attempts and sporadic contacts with the Peruvian Authorities, including with the Ministry of Economy and Finance, we have not been able to find a fair resolution of this issue.

Earlier this year, we were advised by the U.S. embassy to contact Mr. José Alfredo la Rosa Basurco, at the Directorate of International Economic Affairs at the Ministry of Economy and Finance of Peru to discuss the Land Reform Bonds. After our outreach, Mr. la Rosa made a commitment to the US embassy to participate in a conference call to provide us the valuation under the February 28, 2017 Supreme Decree with respect to several sample bonds we provided. Unfortunately, Mr. la Rosa cancelled the conference call on June 19, 2017, just hours before it was scheduled to take place.

On August 18th 2017, the President of the Republic issued a new Supreme Decree (242-2017-EF) which, once more, altered the regulations governing the administrative procedures to determine the form of payment and the value of the land reform bonds.

Unfortunately, we consider that, as it was the case with previous decrees, the formulas, regulations and procedures included in the most recent Supreme Decree are unacceptable to us, since they present an uncertain process and continue to value the bonds at a fraction of their fair value. Furthermore, we cannot accept a solution whose cornerstone is the July 2013 ruling by the Peruvian Constitutional Tribunal. As you may be aware, this ruling is tainted with forgery and is currently under criminal investigation.

We respectfully request that you seek to engage bondholders in a bilateral negotiation and to design a reasonable and fair solution instead of the repeated issuance of nonsensical and unilateral decrees. We would also like to encourage you to call on the Minister of Economy and Finance and the Minister of Justice and take immediate action to correct this unfortunate situation that is unbecoming for a country which aspires to become a member of the OECD.

We greatly appreciate your kind attention and remain committed to engage with the Peruvian authorities in good faith and to find closure in a fair and just solution to this matter.

We have copied our elected Representatives both in the U.S. House of Representatives and the U.S. Senate, as well as members of the U.S. Government who have taken an interest in this issue. We have also copied the Honorable Krishna R. Urs, recently appointed US Ambassador to Peru, who, as we understand, is committed to a fair resolution of this matter.

Sincerely,

Jose Antonio Llaveria | 9265 Mackinac Dr., Johns Creek, GA 30022 | Jalls100@gmail.com

CC: Hon. Krishna R Urs, U.S. Ambassador to Peru
Hon. Carlos Pareja, Peruvian Ambassador to the U.S.
Hon. Claudia Cooper Fort, Minister of Economy and Finance of Peru
Hon. Enrique Javier Mendoza Ramírez, Minister of Justice and Human Rights of Peru
Hon. Luis Galarreta Velarde, President of the Congress of the Republic of Peru
Hon. Karina Beteta, President of the Sub-Committee on Constitutional Accusations of the Congress of the Republic of Peru
Hon. Edward R. Royce, Chairman, Committee on Foreign Affairs, U.S. House of Representatives
Hon. Eliot Engel, Ranking Member, Committee on Foreign Affairs, U.S. House of Representatives
Hon. Bob Corker, Chairman, Committee on Foreign Relations, U.S. Senate
Hon. Ben Cardin, Ranking Member, Committee on Foreign Relations, U.S. Senate
Mrs. Kimberly Barr, Economic Section, U.S. Embassy in Peru
Mr. Wilbur Ross, Commerce Secretary
Mr. Robert Lighthizer, U.S. Trade Representative
Mr. Gary Cohn, National Economic Council Director
Mr. Gregory Schiffer, Deputy Director, Office of Andean Affairs at U.S. Department of State
Mr. Shane Hough, Foreign Affairs at U.S. Department of State
Mr. John M. Andersen, Commerce DAS for Western Hemisphere
Mr. Brian Hook, U.S. Department of State
Mr. Brian McFeeters, U.S. Department of State
Mr. Marc Dilliard, Charge d'Affaires, U.S. Mission to the OECD
Mr. David Malpass, U.S. Department of Treasury
Mr. Andrew Baukol, U.S. Department of Treasury
Rep. Robert Pittenger
Rep. David Schweikert
Rep. Norma Torres
Rep. Vern Buchanan
Rep. Ileana Ros-Lehtinen
Sen. Johnny Isakson
Sen. David Perdue
Sen. Richard Burr
Sen. Thom Tillis
Sen. John McCain
Sen. Jeff Flake
Sen. Dianne Feinstein
Sen. Barbara Boxer
Sen. Bill Nelson
Sen. Marco Rubio
Sen. Mark Warner
Sen. Tim Kaine
Mrs. Julia Morey, Fellow U.S. Bondholder
Mr. José Rada, Fellow U.S. Bondholder
Mr. Christian Arriz, Fellow U.S. Bondholder
Mr. Manuel Arrese, Fellow U.S. Bondholder
Mr. Ed Aedo, Fellow U.S. Bondholder
Mr. Romel Meier, Fellow U.S. Bondholder