

132. January 15, 2009

Recommended Market Practice for Trades of Ecuador 2015 Bonds

Following consultations with major market participants, EMTA is recommending that trades in Ecuador's 2015 Bonds continue to trade, unless otherwise agreed, on a "flat" basis (despite the recent payment made by Ecuador to the trustee, which is being held in trust for the benefit of bondholders of record). Accordingly, (i) such trades will settle at an all-in (or "dirty") price and without an additional payment in respect of accrued interest for the period commencing on December 16, 2008 and (ii) entitlement to any interest payment (whether in the form of cash or otherwise, for prior or current interest periods) when and if made shall be for the account of the entity receiving such payment in accordance with the terms of the Trust Indenture.

Market participants are advised that the Terms and Conditions for the 2015 Bonds provide that a new record date will be set by Ecuador since payment was not made on the original due date of December 15, 2008. That new record date must be ten days before the new payment date and notification of such new record date must be made 15 days before such new record date. Accordingly, Buyers, as the new recordholders, may receive accrued interest for the prior interest period ending on December 15, 2008, and Sellers are not entitled to such accrued interest.