10-7-1986

Sale Of Chilean Debt Bonds Represents Substantial Savings To Foreign Investors

John Neagle

Follow this and additional works at: https://digitalrepository.unm.edu/notisur

Recommended Citation


This Article is brought to you for free and open access by the Latin America Digital Beat (LADB) at UNM Digital Repository. It has been accepted for inclusion in NotiSur by an authorized administrator of UNM Digital Repository. For more information, please contact amywinter@unm.edu.
Sale Of Chilean Debt Bonds Represents Substantial Savings To Foreign Investors

by John Neagle
Category/Department: General
Published: Tuesday, October 7, 1986

As pointed out in the Sept. 17 issue of Mexican newspaper EXCELSIOR (p. 34a), foreign companies planning to invest in Chile would be well advised to take advantage of a government program established for the purchase of foreign debt. Thus, when a foreign investor purchases a portion of the Chilean foreign debt at 30% of its face value, the debt bond can then be exchanged via the Chilean central bank for local currency. The foreign investor can charge up to a 10% commission in the transaction. With Chilean pesos in hand, the foreign investor may then use these resources in local investment activities. Among foreign investors taking advantage of the debt bond program are Bankers Trust Corporation, the Burroughs Corporation, and the Mormon Church.

-- End --