

TITULO: Banco Santander Chile Terminates Association with Transbank				
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## Banco Santander Chile Terminates Association with Transbank

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Banco Santander Chile has terminated its relationship with Transbank, which has a monopoly in the country as the sole credit card issuer to all banks.

Transbank had held an agreement since 1997 as the issuer and acquirer of credit cards with Banco Santander Chile, within Chile's three-party model in the operation of credit card payments, in which Transbank acts as issuer and acquirer for all credit card transactions in the country.

As part of that model, Transbank issues credit cards and is in charge of intermediating the operation between the credit card holder and the bank. and at the same time operates as an acquirer for the business that served the customer that paid with a credit card.

Banco Santander Chile negotiated a registration with the country's banking regulator (Comisi3n para el Mercado Financiero) to create a subsidiary that will engage in the business of operating credit, debit and pre-paid cards issued by Banco Santander Chile, and which is called Sociedad Operadora de Tarjetas de Pago Santander Getnet Chile.

Banco Santander Chile had announced it would terminate its relationship with Transbank in 2019 in order to implement a four-party model, separating the issuance of credit cards with the acquiring services, and which, the bank said, would modernize the payment system in Chile.

Chilean law firm Guerrero Olivos acted as counsel to Banco Santander Chile in the drafting of all legal documentation to obtain the authorization issued by the banking regulator. The law firm's team comprised partners Roberto Guerrero, Miguel Coddou and Tom3s Kubick.