



## First Puerto Rico AAA Target Maturity Fund II, Inc.

### Notice to Shareholders

The Board of Directors of First Puerto Rico AAA Target Maturity Fund II, Inc. (the “Fund”), at a meeting duly held on September 25, 2020 and at a meeting duly held on March 29, 2021, authorized a distribution of net assets to the holders of the Fund’s common stock in complete liquidation of the Fund and in compliance with its investment objective of distributing to shareholders the net assets of the Fund on or prior to June 30, 2025.

The distribution of net assets of the Fund’s common stock to the holders thereof will be derived from the totality of the payments received by the Fund by reason of the maturity, prepayment, acceleration, redemption, sale or other disposition of the Fund’s portfolio securities, as well as monies held in a reserve account comprised of accumulated net capital. Only holders of record of the Fund’s common stock as of September 28, 2020 will be entitled to receive payment of the distribution amount.

In addition, the Fund’s Dividend Committee, at a meeting duly held on March 11, 2021, authorized the payment of an exempt dividend and of a taxable dividend to the holders of record as of February 26, 2021 of the Fund’s common stock. The distribution is derived from the totality of the Fund’s undistributed net income, as well as monies held in a reserve account comprised of accumulated net income.

The aggregate cash distribution amount will total \$102,220,915.48, or \$9.355404 per share of the Fund’s common stock, and will be paid on March 31, 2021, on a pro-rata basis, to shareholders that were holders of record of the Fund’s common stock as of both September 28, 2020 and February 26, 2021. The aggregate cash distribution amount is the sum of the distribution of principal in the aggregate amount of \$99,132,676.80, or \$9.072764 per share, the payment of the exempt dividend in the aggregate amount of \$3,084,523.70, or \$0.282300 per share, and the payment of the net taxable dividend (after its 15% tax withholding) in the aggregate amount of \$3,714.98, or \$0.000340 per share. For a graphical representation of these distributions, please see the table below:

**Record Date for Dividend Distribution: February 26, 2021**  
**Record Date for Principal Distribution: September 28, 2020**  
**Payment Date: March 31, 2021**

| <b>Principal and Dividend Distribution:</b>             | <b>Dollar amount of net payment</b> | <b>Dollars per share</b> |
|---|-------------------------------------|--------------------------|
| Extraordinary Dividend (Exempt)                         | \$3,084,523.70                      | \$0.282300               |
| Extraordinary Dividend (Subject to 15% Withholding Tax) | \$3,714.98                          | \$0.000340               |
| Principal Distribution                                  | \$99,132,676.80                     | \$9.072764               |
| <b>Total Distribution</b>                               | <b>\$102,220,915.48</b>             | <b>\$9.355404</b>        |

Holders of record of the Fund's common stock as of September 28, 2020 that were not holders of record as of February 26, 2021 will be paid only the distribution of principal of \$9.072764 per share of the Fund's common stock held by them. Holders of record of the Fund's common stock as of February 26, 2021 that were not holders of record as of September 28, 2020 will be paid only the dividends of \$0.282640 of the Fund's common stock held by them.

The payment of the dividends and the distribution of net assets of the Fund on March 31, 2021 will result in the complete liquidation of the Fund, and the Fund shall be dissolved as soon as reasonably practicable thereafter. Shares of common stock acquired subsequently to September 28, 2020 will not be entitled to receive any distributions of net assets from the Fund, and shares of common stock acquired subsequently to February 26, 2021 will not be entitled to receive any dividend distributions from the Fund.

CUSIP Numbers: 336126107 and 336126206. For additional information regarding the Fund, please visit <https://fssec.com/first-puerto-rico-family-of-funds/>

March 29, 2021