

ANNOUNCEMENT

In accordance with the stipulations of Act CXXXVI of 2007 on the Prevention and Combating of Money Laundering and Terrorist Financing:

- 1. Customer due diligence measures shall be applied when required by law; in particular:**
 - when establishing a business relationship;
 - when carrying out transactions amounting to 3.6 million HUF or more (regardless of the currency involved in the transaction), including transactions that are actually correlated¹;
 - when there are doubts about the veracity or adequacy of previously obtained customer identification data;
 - in the case of currency exchange in the amount of 500 000 HUF or higher.

We further wish to draw your attention to that fact the Bank employees may also request identification documents to be provided even in the case of transactions below the above threshold amount and request you to make a declaration as to in whose name and on whose on behalf of you are acting (beneficiary owner).

For the sake of a smooth administrative process, please have your personal identification documents ready.

- 1. Customers residing abroad are required to provide a written statement to whether they are considered politically exposed according to the national law of their country. If the beneficial owner of the customer resides abroad, the service provider also requires the Customer to make a statement as to whether the beneficial owner is considered to be a politically exposed person.**

In accordance with Section 4 (1) of Act CXXXVI of 2007, **Politically Exposed Persons** shall mean natural persons residing in another country who are or have been entrusted with **prominent public functions** within one year before the implementation of customer due diligence measures, and **immediate family members**, or persons known to be **close associates**, of such persons.

Persons entrusted with prominent public functions:

- a) heads of State, heads of government, ministers and assistant ministers;
- b) members of parliaments and spokesmen for the nationality;
- c) members of the Constitutional Court or of other high-level judicial bodies whose decisions are not subject to further appeal;
- d) the head of the court of auditors, members of courts of auditors or of the supreme decision-making body of the central bank;
- e) ambassadors, chargés d'affaires and high-ranking officers in law enforcement agencies, including members in the rank or position of generals, as stipulated in the Act on the Service Status of Professional Members of Law Enforcement Agencies;

¹ In order to comply with this requirement, the Service Provider is also entitled to perform customer identification measures in the case of transactions in the amount of 300 000 HUF or more.

f) members of the administrative, management or supervisory bodies of companies under majority state ownership.

Immediate family member: spouses, next of kin, adopted children, stepchildren, foster children, adoptive parents, stepparents, foster parents, and siblings; as well as domestic partners, spouses of the next of kin, fiancé(e), spouse's next of kin and siblings, and spouses of siblings;

Close associate of a politically exposed person:

a) any natural person known to have joint beneficial ownership of a legal person or business association lacking the legal status of a legal person, or any other close business relations, with a person entrusted with prominent public functions;

b) Any natural person who has sole beneficial ownership of a legal person or business association lacking the legal status of a legal person known to have been set up for the benefit of the person entrusted with prominent public functions.

In accordance with Section 10 (3) of the AMA, during a business relationship, customers are required to notify the Bank of any change in the data and information provided on the course of the identification process or in the person of the beneficial owner within 5 working days from the date when knowledge of such change is obtained.

Thank you for your kind understanding and co-operation.

Szarvas és Vidéke Körzeti Takarékszövetkezet