DECLARATION OF THE BOARD of BANK BPS S.A.
IN THE MATTER OF COUNTERACTING MONEY LAUNDERING AND
COUNTERACTING FINANCING OF TERRORISM
AT BANK POLSKIEJ SPÓŁDZIELCZOŚCI SPÓŁKA AKCYJNA

The Board of Bank Polskiej Spółdzielczości S.A., aware of threats following from the money laundering racket and possibility of utilization by some customers of the Bank’s activity for purposes of legalization of funds originating from illegal or undisclosed sources, as well as for purposes that may be related to financing of terrorist activity, declares that it is taking all necessary measures for the purpose of prevention of utilization of services offered by the Bank for purposes related to the mentioned offenses.

The Bank complies with the regulations of the Polish Act of November 16, 2000 on counteracting introduction into financial turnover of property assets originating from illegal or undisclosed sources, and on counteracting of financing of terrorism (Journal of Laws 2003, no. 153, it. 1505), introducing to the Polish legislation the provisions of European Union directives in the scope of counteracting money laundering. The Bank has established internal regulations and procedures in the scope of counteracting money laundering and counteracting financing of terrorism, in line with the Polish law and regulations of the European Union.

The procedures introduced at the Bank specify principles of identification of customers, registration of transactions over the equivalent of 15,000 euro, reporting of suspicious transactions, storage of documents relating to transactions and principles of control of the above issue.

For the purpose of proper and reliable performance of tasks connected with counteracting utilization of the Bank’s activity for money laundering racket, an organizational cell was established for combating this type of phenomena and responsible persons were appointed for performance of duties in this scope. The Board of the Bank makes efforts to provide the team responsible for counteracting money laundering with adequate resources enabling it to perform the posed tasks.

The Bank’s employees are aware of duties connected with proper identification of customers and reporting of suspicious transactions. The Bank ensures training for employees in the scope of identification of transactions that may relate to money laundering of financing of terrorism. All transactions, whose circumstances indicate possibility of their utilization for purposes connected with money laundering are reported to the General Inspector of Financial Information – the Polish financial analytics unit. Further, the Bank cooperates with law enforcement authorities in connection with detection and counteraction of the crimes specified above.

The Bank, considering its own reputation as a trustworthy institution, does not enter into business relations with fictitious banks and other financial institutions of doubtful credibility, and the Board of Bank Polskiej Spółdzielczości Spółka Akcyjna assures that the procedures and systemic solutions in force at the Bank are subject to constant review and improvement.

BOARD OF
BANK POLSKIEJ SPÓŁDZIELCZOŚCI
SPÓŁKA AKCYJNA