

## Anti-Money Laundering and Combating Terrorist Finance

### Statement

Bank Al-Jazira works to achieve full compliance with all regulations and laws that issued in the Kingdom of Saudi Arabia in the field of combating Money Laundering and Combating Terrorist Finance (AML/CTF) such as Saudi Arabia Anti-Money Laundering Law and Rules Governing Anti-Money Laundering and Combating Terrorist Finance issued by the Saudi Arabian Monetary Agency (SAMA). Bank Al-Jazira is committed for applying the recommendations of the Financial Action Task Force (FATF), as well as instructions of Basel Committee on Banking Supervision, relevant to AML/CTF

In this regard, Bank Al-Jazira has, developed a program for combating money laundering and terrorist financing, which includes several key elements such as written policy and procedures manual, using automated transaction monitoring system, training and awareness programs. Additionally, it is committed to applying the principle of Know Your Customer (KYC) adopting a Risk-Based Approach for Customer Due Diligence (CDD) on all relationships and Enhance Due Diligence (EDD) for high-risk relationship, such as correspondent bank and politically exposed persons (PEPs).

And implementing sanctions issued by the Security Council of the United Nations towards countries / territories individuals or entities, Bank Al-Jazira reviews all of activities and its businesses in these countries / regions, such as correspondent banking relations, trade finance and incoming and outgoing transactions. In addition, Bank Al-Jazira reviews names of sanctioned individuals and entities to take necessary actions to stop or hold dealing with such entities.

To achieve this, Bank Al-Jazira has implemented modern and sophisticated systems that monitor customer transactions, suspicious transactions and scanning names of individual, entities and countries to ensure not being listed on the local or international sanctions lists. The system also contains multiple indicators to ensure monitoring all types of suspicious transactions, and thus immediately reporting from those operations in accordance with the approved policy and reporting procedures.

Bank Al-Jazira provides all relevant staff, including senior management with appropriate training and the necessary awareness in order to enhance staff awareness and increase their knowledge on the concept of AML/CTF activities. And Bank Al-Jazira continually updates contents of training material to ensure they meet the requirements of the Saudi Arabian Monetary Agency (SAMA), the recommendations of the Financial Action Task Force (FATF) and international regulations, relevant to combat money laundering and terrorist financing.