

Anti-Money Laundering and Combating the Financing of Terrorism Policy

The Chukyo Bank Ltd. (hereinafter referred to as “the Bank”) strives to maintain the soundness of the financial system through all business/operations, and has adopted following policy to prevent money laundering and terrorist financing (hereinafter referred to as “Money Laundering”)

1. Organizational Framework

The Bank shall establish a cross-functional cooperation between relevant departments with the proactive involvement of board of directors and managements to prevent Money Laundering.

2. Compliance with Laws and Regulations

The Bank shall comply with relevant laws and regulations, and based on the concept of the risk-based approach, the Bank shall identify/evaluate Money Laundering risks and implement effective risk mitigation measures.

3. Reporting of Suspicious Transactions

The Bank shall establish programs for detecting, monitoring, and analyzing suspicious customers and transactions, etc., and shall promptly report to the regulatory authority once a transaction is determined to be suspicious.

4. Management of Correspondent Banking

The Bank shall take appropriate measures against risks of correspondent banking relationships by gathering sufficient information and assessing the risks appropriately. The Bank never makes any deals and transactions with shell banks.

5. Trainings for Executives and Employees

The Bank shall continually provide adequate trainings for executives and employees to maintain and improve the expertise and suitability in order to ensure the effectiveness of Anti-Money Laundering and Combating the Financing of Terrorism program.

6. Validation of Effectiveness

The Bank shall conduct periodical validation and audit to every department, and strive to improve the effectiveness based on the results in order to validate the effectiveness of Anti-Money Laundering and Combating the Financing of Terrorism program.