



**A philosophy of
responsible management**

**guides our actions and
drives our strategy**

THE RZB GROUP CODE OF CONDUCT

The RZB Group Code of Conduct ("RZB Group CoC") supports employees of the RZB Group regarding the following questions:

- Do I know the Raiffeisen basic values?
- Is my action legal and does it comply with the RZB Group policy?
- Does my action 'feel' right?
- Could I justify my action to others in the RZB Group or to the competent authorities to deal with matters concerning the RZB Group?
- Could I explain my action and defend it if I were to be questioned about it later?

No code of conduct can hope to spell out appropriate behaviour for every situation, nor should it seek to do so. The RZB Group relies on each one of us to make a careful and considered judgement of what is right and proper in any given situation.

Should you have questions concerning the application of the RZB Group CoC, or if you are unsure about the direct or indirect effects of a transaction on the goals the RZB Group wishes to achieve under its ethics policy, you should seek advice from your line managers or from your Compliance Office.

1 BASICS

1.1 Raiffeisen Basic Values

RZB AG (RZB) is embedded in the Austrian Raiffeisen group of banks. The basic principles governing this group are derived from the philosophy of F.W. Raiffeisen, who felt that all economic activities should be based on social solidarity, self-help and sustainability.

RZB and its associated companies (RZB Group) are major economic players in Austria and many other countries where they conduct business. We are committed to sustaina-

ble corporate management and to the social responsibility that goes with it. Our role in the business world is characterised by responsibility towards our customers, employees, and shareholders, as well as society as a whole. The RZB Group CoC defines the basic values of our bank and forms the foundation of a corporate culture that is consistent with the law and is based on ethical principles. It ensures that our behaviour in business dealings and ethical matters is in compliance with the highest standards, which are based on the following values:

- Customer focus
- Professionalism
- Quality
- Mutual respect
- Initiative
- Teamwork
- Integrity

This includes good Corporate Governance. Compliance with these values also serves to maintain and enhance the reputation of the entire RZB Group.

1.2 Target Group

The provisions of the RZB Group CoC apply to, and have to be observed by, all employees of the RZB Group globally.

Thus, the RZB Group CoC applies to all employees in foreign branches, subsidiaries, whether directly or indirectly controlled by RZB, and companies in which a majority interest is held. In addition, all third parties acting on behalf and/or in the name of the RZB Group must commit themselves to comply with the provisions of the RZB Group CoC.

1.3 Compliance with the RZB Group Code of Conduct

The RZB Group CoC is a binding set of rules governing everyday business dealings. The

pursuit of profit does not justify any breaches of the law or of the RZB Group CoC.

We forego any business transactions that can only be brought about by condoning or engaging in such practices. Neither can the fact that such practices are applied by competitors nor other market participants serve as justification.

1.4 Local Laws and RZB Group Standards

We respect the laws, rules and regulations of the countries where we do business. We strive to comply with the highest possible standards in carrying out our business activities. If local law and the RZB Group CoC differ, the stricter more far-reaching rules shall be applied.

1.5 Responsibility

Ultimate responsibility for the uniform and global application of the RZB Group CoC lies with the managing board of RZB. The RZB Chief Group Compliance Officer has the operative responsibility for its complete introduction, implementation and application in all RZB Group units worldwide (item 1.2). The executives in RZB Group are responsible for the application of and adherence to the RZB Group CoC in their respective areas of responsibility. All executives, including the members of the managing board must serve as role models.

1.6 Application

The RZB Group CoC is part of the extensive RZB Group Compliance Manual. This Manual supports the basic principles contained in the RZB Group CoC and provides detailed information as to how the RZB Group CoC is put into practice and implemented in everyday business dealings. The Manual must be consulted as a matter of principle and adhered to accordingly when applying the RZB Group CoC. If in doubt, clarification should be sought from your Compliance Officer/department.

When applying the RZB Group CoC, it is also necessary to bear in mind and prevent any risk of damage to our reputation. In all decisions, employees concerned must consider the potential risk of reputational damage that the respective transaction may cause.

1.7 Duty to Report Breaches

If employees obtain knowledge of material breaches of the RZB Group CoC, they must report the matter to their line manager, the Local Compliance Office or the Group Compliance Office without delay. Employees may also choose to report breaches to the Compliance Officer anonymously. All reports are treated as confidential. We ensure that the employee will not suffer any career disadvantage as a result of reports made in good faith.

Reports can be made by any possible form of communication, including anonymous written reports.

1.8 Sanctions in Case of Violations of the RZB Group Code of Conduct

The RZB Group CoC forms an integral part of the general conditions of employment. Therefore, any breach of the RZB Group CoC has consequences under labour law and can be sanctioned by disciplinary measures, including termination of the employment without notice.

2 WORKPLACE AND CO-WORKERS

2.1 Mutual Respect, Honesty and Integrity

We respect the opinions of others as well as their personal dignity, privacy and personal rights. We do not tolerate any kind of discrimination or harassment, for example, on account of a person's nationality, culture, religion, skin colour, sex, sexual orientation, age or physical handicap. The hiring, promotion and assessment of employees is based exclusively on performance-based criteria, such as the achievement of agreed targets and/or professional experience. The remuneration policy applies international standards and supports the business strategy, interests, values and the long-term company targets. It also incorporates measures to avoid conflicts of interest. Employees are strictly forbidden to use any kind of personal hedging strategies or remuneration/liability-related insurance to undermine the risk alignment effects embedded in the remuneration arrangements.

2.2 Personal responsibility of managers and employees

Within the organisation all employees must act responsibly and not engage in inappropriate behaviour of any kind. Managers should act as a good example for their employees. Exercising this responsibility serves the purposes of protection and security of the bank, the employees and the bank's customers.

For these reasons the following control duties must be observed and carried out with due care:

- the 4 eyes-principle
- identification check
- complying with the signing authority
- authenticity and plausibility checks of the documents provided
- complying with limit rules
- complying with given (personal) competences

For all written correspondence, especially when outgoing, the authorised signatories must be aware of the responsibility and consequences when signing these documents.

2.3 Conflicts of Interest

All employees must ensure that their personal interests do not conflict with their duties vis-a-vis the RZB Group or its customers. Conflicts of interest may arise from close (personal) relationships between employees and customers, representatives of business partners or other employees. In particular, potential conflicts of interest may arise in connection with gifts, invitations, awards of contracts, and transactions in financial instruments. Conflicts of interest can also be linked to corruption, fraud and market abuse. Such conflicts must be reported to the Compliance Officer, who will then decide whether a conflict of interest actually exists and what measures to take.

2.4 Data Protection

We act with care and diligence when receiving, processing and storing information (financial data, technical data, operational data, customer information, file notes, etc.). In this respect, we adhere to specified data security standards and procedures that prevent the unauthorised access, amendment or destruction of such information.

3 BRIBERY AND CORRUPTION

3.1 Bribery

We do not tolerate any form of bribery or corruption. We do not accept or give any improper advantages (inducements) of any kind, irrespective of whether the person offering or demanding such advantage is working in the public or in the private sector.

3.2 Facilitation Payments

Neither employees nor other persons working for the RZB Group make facilitation payments. Facilitation payments are minor amounts of money given to public officials in order to obtain or accelerate services of such persons to which one has a legal right (e.g. for passport control, customs clearance).

Exceptions are only permitted if situations of greater legal protection apply, such as danger to life and limb, and the only way to avert such danger is to make the payment.

3.3 Direct and Indirect Bribery by Third Party

We set particular store by the careful and meticulous selection of our business brokers, advisors, intermediaries and all other third parties supporting us in doing business or acting on behalf of the RZB Group. We also ensure that such third parties do not pay or accept bribes or facilitation payments within the scope of their business relationship with the RZB Group.

3.4 Gifts and Invitations

The exchange of modest gifts and/or invitations may constitute socially accepted components of successful business relationships. However, accepting and providing gifts and/or invitations is prone to have an improper impact on a business relationship. As a matter of principle, accepting and making monetary gifts are prohibited. All other gifts and invitations are subject to strict rules.

3.5 Contributions to Political Parties and Politically Exposed Persons

The managing board of RZB may authorise contributions to political parties and to politically exposed persons if the following conditions are met:

1. the contributions are not contrary to any statutory regulations;
2. the contributions are within the measure customary in the respective country;
3. the contributions are not apt to have any improper impact.

Such contributions have to be handled in a transparent manner, involving Group Compliance.

3.6 Expenses/Expense Accounts, Donations, Charitable Contributions and Sponsorship

Contributions in the form of expenses, donations, charitable contributions and sponsoring may not be used in order to circumvent guidelines concerning the acceptance and provision of gifts, bribes, slush money payments, contributions to political parties and politically exposed persons.

4 DEALINGS WITH CUSTOMERS AND BUSINESS PARTNERS

4.1 Customer Service

The RZB Group is committed to a distinct service culture striving to consistently exceed customers' expectations. We will only provide products and services where we have the relevant licences and expertise as well as the necessary support functions and/or capability in place. We will always provide the best possible service to ensure the interests of our customers. When providing recommendations, we ensure that they are honest and fair and that customers are adequately informed about the risks involved. False or misleading advertising is unacceptable to us.

4.2 Confidentiality

The RZB Group is obliged to treat customer information as strictly confidential. As a matter of principle, we do not pass on any customer data to third parties. Exceptions are permitted only if a customer has given his or her written consent in advance or if we are

compelled to pass on the information to supervisory authorities and/or prosecuting authorities.

4.3 Know Your Customer

By knowing our customers, their reputation and standing, and the nature of their business activities we endeavour to achieve the best possible quality of service. Whilst respecting our customers' investment objectives and decisions, we also ensure that we are not taken advantage of for illegal business practices, such as terrorism financing, money laundering or fraud. We constantly perform due diligence examinations and checks in order to know the origin of our customers' funds and identify any suspicious activities.

4.4 Money Laundering

Financial and credit institutions may be used as channels to 'launder' the proceeds of criminal activity, thus disguising their illegal origin and reintroducing them into the regular business system. These activities undermine a bank's integrity, damage its reputation and may expose the bank to severe sanctions. The RZB Group supports the international drive against money laundering and applies extremely strict precautionary and defensive measures.

5 MARKET ABUSE

5.1 Insider Trading

Insider trading involves the improper use of non-published price-relevant information for personal benefit or the benefit of third parties, when dealing in securities. Insider trading has direct consequences under criminal law and has disciplinary consequences.

5.2 Fair Competition

The abuse of position, as a professional market participant, affects the confidence in functioning capital markets and has serious consequences for the RZB Group and any employees involved in such activities. The requirement of integrity also applies in the battle for market share. We do not enter into any prohibited verbal arrangements, and we comply with the rules of fair competition and the rules governing market behaviour that are expected at an international level (MiFID).

6 BOOKKEEPING AND FINANCE

6.1 Accounting and Reporting

In its decision-making processes the RZB Group relies on the accuracy and correctness of its accounting records. In this context, it is of particular importance that security information, personnel data as well as accounting and financial data be treated as confidential. All business transactions must be recorded in our books in accordance with specified procedures, verification principles and generally accepted principles of accounting. These records contain the necessary information on the respective transactions.

6.2 Disclosure Duties

The RZB Group undertakes to provide timely, accurate, understandable, fair and complete data in our communications. This is within the scope of our duties to disclose information to the supervisory authorities and to the public. Our financial disclosures are consistent with the current standards in the industry.

6.3 Cooperation with Supervisory Authorities

We pledge to ensure our relationships to the relevant supervisory authorities for the RZB Group are open, transparent and cooperative. Our aim is to develop relationships between the RZB Group and these authorities based on trust and confidence.

7 SENSITIVE BUSINESS FIELDS

7.1 Human Rights

The RZB Group will neither directly nor indirectly finance any transactions, projects or parties involving, or involved with the use of forced labour (including bonded labour or child labour) or

- violations of the European Convention on Human Rights;
- violations of the obligations under labour law and social law established by the respective country;
- violations of the applicable regulations issued by international organisations including without limitation the corresponding UN Conventions or
- violations of the rights of the local population or the indigenous peoples.

RZB Group is not involved in business where products can be used for abolition of demonstrations, political unrest or other violations of human rights. This applies in particular to countries where political unrest or military conflicts or other violations of human rights are ongoing or expected.

7.2 Environment

The financing of or participation in, any transactions or projects which put the environment at risk of lasting effect. For example, destruction of the rainforest, pollution of the environment and waters, etc., are not in accordance with the business policy of RZB.

In every decision, employees concerned must bear in mind the potential risk of damage to the reputation of the RZB Group which may be caused by transactions or projects that could have adverse effects on the environment. Care should be taken to ensure that any enterprise receiving financing will use the funds in compliance with

- the local environmental protection provisions,
- the EU environmental protection provisions, and
- the international conventions concerning the protection of the environment

that are mandatory from time to time.

If you are unsure about the direct or indirect effects of a transaction on the goals the RZB Group wishes to achieve under its environmental policy, advice should be sought from your Compliance Officer.

7.3 Atomic Power

The RZB Group does not participate in the construction of nuclear power plants nor does it do business with nuclear power plants or their operators. Recent experiences show that the risks, associated with nuclear power plants both to the environment and human beings are currently not manageable.

7.4 War Materials

On account of the particularly sensitive nature of such transactions, the RZB Group has comprehensive and restrictive regulations in place concerning the financing of war material deals. RZB Group does not participate in business connected to war material weapons and other military equipment (including equipment used for internal repression or aggression against foreign countries) with countries having ongoing or expected military conflicts or political unrest. RZB Group does not invest in companies producing military equipment and weapons.

7.5 Trade Restrictions and Sanctions

RZB Group complies with all applicable financial sanctions and embargoes. For sensitive cases stricter rules may apply, for example business with Iran or North Korea.

7.6 Business in the gaming industry

Business with companies in the gaming industry is only possible if it is guaranteed that there will not be a violation against the applicable legal framework. The applicability of foreign regulations and foreign licences requires special attention.

7.7 Illicit Business Relationship

The RZB Group does not maintain customer relationships with shell banks.