

Date: 31.03.2024

2023 Annual Compliance Statement

According to the Governance and Controlled Functions Rules 2020 (CTRL), I confirm the following:

- CQUR Bank LLC complies with the provision stipulated in the CTRL, and it is subject to the ongoing monitoring by the Senior Executive Management and Internal Control Functions of the Bank:
 - o All provisions of the CTRL after the announced and published changes and amendments were implemented and reflected in the PPSC (policies, procedures, systems and controls), organisational chart and the reports of the Bank;
 - o The BoD of the Bank manages its General and Specific obligations as a governing body as well as through Directors. Performance appraisal of the BoD is done on an annual basis to ensure transparency and effectiveness;
 - o All relevant Committees of the BoD are established and functioning as prescribed by the CTRL;
 - o All controlled and control functions of the Bank are headed by a dedicated person duly assessed and approved in line with the established regulatory process. The required governing framework for the proper functioning of the controlled and control functions is approved and implemented by the BoD;
 - o Independency for the relevant control functions (Internal audit, Risk management, Compliance oversight and MLRO) is ensured and stipulated in the PPSC;
 - o Allocation of the responsibilities from the BoD to the senior executive function (CEO) and further from the CEO to other functions (senior management) is effected and documented;
 - o All internal policies and procedures which are an integral part of the corporate governance framework of the Bank are duly approved by the BoD or by the CEO as appropriate;
 - o Senior management of the Bank is performing its duties in accordance with the provisions of the CTRL. All key Senior managers are assessed and approved as required.
- I have reviewed the Bank's PPSC in cooperation and with the assistance of the Head of Compliance Oversight, and I am in a position to confirm that nothing therein contravenes the statements above and the overall provisions of the CTRL.
- This assessment is done as an aggregated analysis for 2023, which provides a comprehensive overview of our compliance status and key areas of focus for the future.

Makram Abboud, the Chairman of the Board of Directors