

## **Information on international economic sanctions for customers**

**Dear customer,**

JSC Halyk Bank (the “Bank”) hereby advises that in the course of its activities, the Bank applies the procedures aimed at observance of the international economic sanctions.

International economic sanctions are divided into two kinds: country and individual embargo.

The country embargo is a restriction of trade and financial turnover with certain countries imposed by the United States, European Union, United Nations and international organizations authorized to impose sanctions.

Full embargo, involving a wide range of prohibitions in the sphere of foreign economic activity, is imposed on **Cuba, Iran, North Korea, Sudan, South Sudan and Syria.**

Partial embargo is imposed on Belarus, Burundi, Venezuela, Democratic Republic of Congo, Iraq, Yemen, Zimbabwe, Ivory Coast, Lebanon, Libya, Myanmar (Burma), Russia, Somalia, the Balkans, Central African Republic, Ukraine, meaning that the prohibitions and restrictions of this kind of embargo apply to certain economic areas and prohibit or restrict only certain actions or legal transactions.

Individual embargo represents the prohibitions and restrictions, including for financial transactions, **in relation to certain individuals and entities included in the lists of sanctions ( "black list")** imposed by the United States, European Union countries, the UN and international organizations.

When the Bank's customers make transfers in any currency, the recipients of which are:

- 1) residents (individuals and legal entities) of above listed countries;
- 2) persons and entities listed in the sanctions lists (in the "black list"), and
- 3) where the description of payment or explanatory documents for payment provided by the customer to the Bank (for example, contract, invoices, etc.) states that the purpose of the transfer is payment for goods and / or services to the destination / place of origin in any of the above listed countries, as well as there is any mention in the payment document of individuals or entities included in the list of sanctions ( "black list"), there is a risk that the US or European correspondent bank involved in the transaction will not carry out such operations, and also where the transaction currency is the US dollar, there is a risk of blocking and freezing money in the US Treasury special account - OFAC.

Taking into account the above, the Bank asks you to remember that for avoidance of above mentioned risks, the Bank may refuse to execute or terminate the customer's transactions, if such refusal or termination is due to the influence of international economic sanctions described in this memo. The list of such countries is not exhaustive and may vary depending on the compliance policy of correspondent banks.

The Bank shall have no liability for customer losses caused by the refusal of the Bank, any Bank's correspondent bank involved in the transaction, execution or termination of the execution of customer payment instructions due to valid international economic sanctions.