



# **THE WORKING PRINCIPLES OF THE STRATEGY & BUDGET COMMITTEE**

### ***Strategy and Budget Committee***

Strategy and Budget Committee consists of at least three members of the Board of Directors whereas the majority of them without executive duties.

The Strategy and Budget Committee convenes at least quarterly or when necessary and reports to the Board of Directors.

The Strategy and Budget Committee carry out the following duties and responsibilities :

1. Carry out following activities in regard to the Business Plan:

- ✓ Ensure respective processes be applied in accordance with the strategy and budget methodology of the controlling shareholder of the Bank
- ✓ Make suggestions and present opinions to the Board of Directors in relation to the draft Business Plan developed by the management of the Bank;
- ✓ Make suggestions and present opinions in relation to reports submitted in regards to execution of the Business Plan;
- ✓ Make suggestions and present opinions in relation to amendments to existing Business Plan proposed by the Management of the Bank.

2. Carry out the following activities in regard to the Annual Budget of Bank:

- ✓ Make suggestions and present opinions to the Board of Directors in relation to the draft Annual Budget developed by the Management of the Bank;
- ✓ Propose new format or recommend changes to the existing Budget execution reports submitted by the Management;
- ✓ Make suggestions and present opinions in relation to content of the reports submitted by the Management in regards to execution of the Budget;
- ✓ Make suggestions and present opinions in relation to amendments (if any) to existing Annual Budget proposed by the Management of the Bank.

3. Carry out the following activities in regard to the Strategy Plan for Information Technology and Information Security Management of Bank:
- ✓ Provide guidance and present opinions to the Board of Directors on the topics below.
    - Technological developments that could have an impact on corporate strategies and business plans of the Bank and their contribution with respect to achieving corporate goals,
    - The suitability of the information technologies to the Bank's corporate direction,
    - Achieving the strategic objectives relating to information technologies,
    - The infrastructure, human resources, and skill requirements needed to achieve these goals,
    - Optimizing the costs related to information technologies,
    - Outsourcing and the value it would create,
    - Risks, return and competitive advantages of information technology investments,
    - Status of progress on strategic information technology projects
  - ✓ Make suggestions and present opinions in relation to reports submitted by the Management in regards to execution of the Strategy Plan for Information Technology and Information Security Management
  - ✓ Make suggestions and present opinions in relation to amendments to existing Strategy Plan proposed by the Management of the Bank.