

	<p>Issue Date : June 2020 Effective Date : July 2020</p>
<p>RELATED PARTIES TRANSACTION POLICY</p>	<p>APPROVED BY HR</p>

Related Parties Transaction Policy

Ayeyarwaddy Farmers Development Bank Public Company Limited also known as “A bank” released Related Parties Transaction Policy it is purpose to prevent conflict of interest and regarding lending to relating parties of Company directors, senior officers.

A bank shall be comply with the rules and regulations contained in these Related Parties Transaction Policy which may occur any transaction in the Bank’s related parties.

Definition of Related Parities

Related party in the relation to a bank means a person who has substantial interest in the bank or the bank has significant interest in the person or Director or officer of the bank or Chief Executive Officer or Chief Financial Officer or their related family including spouse, parents, any lineal ascendant and descendant of the individual or any such relationship created through adoption of related party.

Transactions with Related Parties

A bank shall not lend to any related parties and shareholders holding more than five percent of the voting shares of the bank unless such transaction has been approved by a vote of two thirds or more of the Board of Directors excluding the involved Directors and secured by collateral and made on market terms and conditions.

Terms of the Related Parties

All related party transactions approved by the Board of Directors must be recorded in the minutes of the board meeting.

A Director who is a related party shall not be present or vote at the meeting when the related party transaction is voted on by the Board of Directors.

A bank must have adequate supporting information and documents readily available to allow the bank to make an evaluation of the bank's commitment in respect to the related party transaction.

A bank must ensure that all related party transactions and relationships are fully disclosed, and whether payment for services rendered; payment for facilities used, such as premises, personal, or equipment; or payment for assets sold, of the bank is fully documented.

A bank shall convene a special meeting of the Board of Directors to carry out the activities related to all related parties in accordance with the relevant procedures. The approval of the directors and the Audit Committee must be obtained.

Reviewing and Implementation

This policy will be reviewed annually by the Legal and Compliance Department, subject to change by the Central Bank of Myanmar if amendments to existing laws from time to time.