

Annex to the Bank Deposit Agreement

DEPOSIT INSURANCE FUND, BANK AND DEPOSITOR

- 1.1. As a member of the Deposit Insurance Fund (hereinafter the "Fund") since July 30, 2007 (certificate No. 11), the Bank shall pay insurance fee to the Fund (the fee is not charged from the Depositor).
- 1.2. The deposit holder's funds in all relevant currencies are insured by the Fund in the order, amount and under conditions as determined by the Law of the Republic of Azerbaijan "On Insurance of Deposits" (hereinafter - "the Law").
- 1.3. Insurance event – is an occurrence that results in compulsory liquidation or insolvency of the Bank, court decision on imposing a moratorium on the fulfilment of the Bank's obligations to the Depositor, as well as confirmation by the financial market supervisory authority of the Bank's inability to fulfil its obligations to the Depositor.
- 1.4. If an insured event occurs, the Fund shall announce the place and time of payout of compensation to the Depositor in the following mass media:
 - a) AzTV
 - b) Public Television channel (ITV)
 - c) "Azerbaijan" newspaper
 - d) "Respublika" newspaper
 - e) "Khalg" newspaper
 - f) AZERTAC - Azerbaijan State News Agency
 - g) APA information agency.
- 1.5. To get compensation payment from the Fund, the Depositor shall apply with a written application to the place announced in the mass media and present an identity card or any other equivalent document. The following documents shall be attached to the application:
 - a) Identity card or equivalent
 - b) Deposit passbook or equivalent
 - c) Bank deposit agreement
 - d) Power of attorney certified by a notary (when representative applies on behalf of the depositor)
- 1.6. Compensation shall be paid by the Fund within 90 (ninety) days from the date of application. The Fund shall accept applications from depositors within 1 (one) year from the date of the first publication of the notice of compensation payout. The right of the depositor to receive compensation shall be preserved for 5 (five) years from the date of the first announcement by the Fund.
- 1.7. The insurance does not cover the following types of deposits:
 - a) deposits with the branches of the Bank established outside the territory of the Republic of Azerbaijan
 - b) deposits defined in the legislation as received because of suspicious transactions related to the legalization criminally obtained funds or other property and the financing of terrorism
 - c) deposits defined by a court decision as resulting from the commission of a crime
 - d) frozen deposits
 - e) deposits accepted with an annual interest rate exceeding the limit set in accordance with paragraph 8.1.20 of the Law as for the date of acceptance
 - f) funds on bank accounts of individuals opened in connection with entrepreneurial activities
 - g) funds under the discretionary management of the Bank.
- 1.8. If an insured event occurs, the Fund shall pay compensation to the Depositor equalling to 100 percent of the amount of the deposit, provided that the amount does not exceed AZN 100 thousand.
- 1.9. The Fund shall pay the investor compensation in Azerbaijani manats, US dollars and euros for deposits in the national currency, US dollars and euros, respectively. For deposits in a currency other than US dollars or euros, compensation shall be calculated and paid out in accordance with the official cross rate set by the Central Bank of the Republic of Azerbaijan for the respective currencies on the day of the insurance event. The Fund shall pay the depositor interest accrued on the deposit up to the date of occurrence of the insured event, provided that the amount of compensation does not exceed the amount specified in p. 8.8 of the Agreement.
- 1.10. If the depositor has several deposits with the Bank, including those in local branches and departments, as well as if there are deposits in different currencies, the Fund shall combine the deposits and pay out compensation for a single deposit. Deposits with other insured banks shall be deemed as separate deposits and be subject to payment of compensation.

- 1.11. The Fund refuses to pay compensation or requires the return of the amount paid from persons who provided false or distorted information to receive compensation, as well as persons who illegally applied for compensation.
- 1.12. In response to the written or oral requests of the Depositor, the Bank shall inform the Depositor about the participation of the Bank in the insurance system, protection of deposits and the procedure for payout of compensation.
- 1.13. In case the Depositor has overdue obligations to the Bank on the day of the insured event, a part of the Depositor's unfulfilled obligation to the Bank, including accrued interest, shall be paid according to the balance net of the amount of reimbursed funds.
- 1.14. The Depositor shall contact the Fund at the following address or by phone and e-mail: 40 Bul-Bul Avenue, AZ1014, Baku city, phone: (+994 12) 596 65 91, 596 65 92, 696 65 93; Fax: (+994 12) 596 65 94; Hotline 941, email: adif@adif.az, website: www.adif.az.
- 1.15. Pursuant to the provisions of the Article 8.1.20 of the Law, all protected deposits within the annual interest rate determined by the Board of Trustees of the Deposit Insurance Fund shall be fully insured by the Fund's member banks, regardless of the amount.