Guidelines
PEP – Politically Exposed Person - Declaration

In line with the regulation of Section 9/A. of Act LIII of 2017 on the Prevention and Combating of Money Laundering and Terrorist Financing (hereinafter: AML Act) the customer of Erste Bank Hungary Zrt (hereinafter: the Bank) - if a natural person - is required to provide a written statement as to whether he is **considered politically exposed** - who is entrusted with prominent public functions, or who has been entrusted with prominent public functions within at least one year before the implementation of customer due diligence measures.

If the natural person customer is a politically exposed person, the statement must also indicate

- the specific definition under which the customer is considered politically exposed.
- information as to the source of funds.

For the purposes of Subsection (1) of AML Act, ***'natural person who has been entrusted with prominent public functions'*** shall include:

- heads of State, heads of government, ministers and deputy ministers, state secretaries, in Hungary the head of State, the Prime Minister, ministers and state secretaries;
- members of parliament or of similar legislative bodies, in Hungary members of parliament and spokesmen for the nationality;
- members of the governing bodies of political parties, in Hungary members and officers of the governing bodies of political parties;
- members of supreme courts, of constitutional courts or of other high-level judicial bodies, the decisions of which are not subject to further appeal, in Hungary members of the Alkotmánybíróság (Constitutional Court), of the courts of appeal and the Kúria (Curia);
- members of courts of auditors or of the boards of central banks, in Hungary the President and Vice-President of the Állami Számvevőszék (State Audit Office), members of the Monetáris Tanács (Monetary Council) and the Pénzügyi Stabilitási Tanács (Financial Stability Board);
- If the natural person customer is a politically exposed person, the statement must also indicate ambassadors, chargés d'affaires and high-ranking officers in the armed forces, in Hungary the head of the central body of law enforcement bodies and organizations and his deputy, Chief of Staff of the Hungarian Army and Deputy Chiefs of Staff of the Hungarian Army;
- members of the administrative, management or supervisory bodies of enterprises with majority state ownership, in Hungary the managing directors of enterprises with majority state ownership, including members of the management body exercising control or supervisory rights of such enterprises;
- directors, deputy directors and members of the board or equivalent function of an international organization, or any other person performing equivalent duties.

The provisions of AML Act relating to politically exposed persons **shall also apply to family members or persons known to be close associates** of politically exposed persons.

For the purposes of AML Act '***family members of politically exposed person'*** shall include the spouse or domestic partner of a politically exposed person; the biological and adopted children, stepchildren and foster children and their spouses or domestic partners, of a politically exposed person; the biological, adoptive, step- and foster parents of a politically exposed person.

For the purposes of AML Act, persons known to be ***close associates*** of politically exposed persons shall include:

a) any natural person who is known to have joint beneficial ownership of legal entities or unincorporated organizations, or any other close business relations, with a politically exposed person
b) any natural person who has sole beneficial ownership of a legal entity or unincorporated organization which is known to have been set up for the benefit of a politically exposed person
   On risk based approach the Hungarian politically exposed persons shall include those legal entity or organization without legal personality whose beneficial owner is politically exposed.

DECLARATION OF A POLITICALLY EXPOSED PERSON
According to the Act LIII of 2017 on the Prevention and combating of money laundering and terrorist financing (AML/CFT Act)

I, the undersigned

Surname and First name: .....

Birth name: .....

Nationality: .....

Birth Place and Date: .....

Mother's maiden name: .....

Address (or place of residence): .....

Type and number of ID document(s): .....

Being fully aware of my legal liability, hereby declare to ERSTE BANK HUNGARY ZRT. (H-1138 Budapest, Népfürdő u. 24-26.; hereinafter: the Bank) that, according to Section 4 of the AML/CFT Act,

I am not a politically exposed person (Please mark X!)	
I am a politically exposed person (Please enter the code of the appropriate category listed below!)	

2a)	head of State, head of government, ministers, vice-ministers, secretaries of state, in Hungary the Head of State, the Prime Minister, ministers and secretaries of state
2b)	members of parliaments or members of similar legislative bodies, in Hungary members of the Parliament and spokespersons of national minorities
2c)	members of the controlling bodies of political parties, in Hungary members and officers of the controlling body of political parties
2d)	members of supreme courts, of constitutional courts or of other high-level judicial bodies, the decisions of which are not subject to further appeal, in Hungary members of the Constitutional Court, of the Courts of Appeal and of the Supreme Court
2e)	members of the board of directors of courts of auditors or of central banks, in Hungary the Chairman and Vice President of the State Audit Office, members of the Monetary Council and the Financial Stability Council
2f)	ambassadors, chargés d'affaires and high-ranking officers in the armed forces, in Hungary the head and deputy head of the central body of organizations responsible for law enforcement, the head of the Chief of Staff of the Hungarian Armed Forces and his/her deputies
2g)	members of the administrative, management or supervisory bodies of State-owned enterprises, in Hungary managers and members of the management or supervisory bodies of majority state-owned companies
2h)	directors, deputy directors and members of the board or equivalent function of an international organization, or any other person performing equivalent duties
3)	*close relatives*: spouse, domestic partner, biological, adopted, step- or fostered child, spouses and domestic partners of them, and adopted, step- or fostered parents of the politically exposed person
4a)	*close associates*: any natural person who is known to have joint beneficial ownership of a legal person or an organization not having a legal personality, or any other close business relations, with a person referred to in points 2a)-2h)
4b)	*close associates*: any natural person who has sole beneficial ownership of a legal person or an organization not having a legal personality which is known to have been established for the benefit of the person referred to in points 2a)-2h).

According to Section 9/A. (2) of the AML/CFT Act being fully aware of my legal liability, hereby I declare as a politically exposed person, that my source of funds are the following:

.....

.....

.....

Date/place: ...../day/ ...../month/ ..... /year/

.....
Signature

The client's data

It should be indicated whether the person is politically exposed if YES, the following codes (2a-4b) helps to specify the definition under which the customer is considered PEP

If the natural person customer is a politically exposed person, the source of funds must be indicated!

Date, signature