

**Memorandum
on Partnership and Cooperation between
the Banking Association for Central and Eastern Europe and
the Association "Independent Association of the banks of
Ukraine"**

«30» October 2014

Guided by interbank and national interests of Europe and Ukraine, the need to establish in both countries an environment enabling the development of the financial and banking system, aware of the need for joint action to assist the banks of Europe and Ukraine in the development of business relationships, search for business partners, and the fight against crime on the financial markets of the two countries, seeking to ensure a constructive position and optimal results of cooperation

Banking Association for Central and Eastern Europe (hereinafter - BACEE), represented by General Secretary Mr. István Lengyel, operating under the BACEE Charter, on the one hand, and the Association "Independent Association of the Banks of Ukraine" (hereinafter - NABU), represented by Executive Director Olena Korobkova, operating under the NABU Charter, on the other hand, further referred to in the Memorandum as the Parties, and each individually as the Party, have entered into this Memorandum on Partnership and Cooperation (hereinafter - MPC) on the following grounds:

Article 1. Subject of the Memorandum

The subjects of the Memorandum are as follows:

- 1.1. organization of cooperation between the Parties on the principles of parity and equality;
- 1.2. coordination between the Parties aimed at creating favorable conditions for the development of the financial and banking systems in Europe and Ukraine;
- 1.3. effective cooperation in all areas of mutual interest.

Article 2. Main objectives of cooperation

The main objectives of cooperation are:

- 2.1. creating a positive image of the banking system and increasing public confidence in it;
- 2.2. exchange of current economic, financial and banking information, laws and regulations;
- 2.3. analysis of the banking legislation and proposals on its improvement in accordance with international standards;
- 2.4. creation of an information field for an effective exchange of analytical and reference data;
- 2.5. determining the urgent issues for the banking system and organizing activities aimed at addressing them;
- 2.6. developing the infrastructure for interbank service based on modern information

technologies and international standards, including the establishment of direct correspondent relations between the banks of the Parties;

- 2.7. organizing exchange of professional experience, including training of personnel;
- 2.8. improving the mechanisms used to prevent the use of banks for "laundering" proceeds obtained by unlawful means.

Article 3. Ways of interaction of the Parties

Achievement of objectives and cooperation are carried out by:

- 3.1. maintaining partnership relations, sharing experiences and promoting the development of other possible areas of cooperation;
- 3.2. exchange of information, reference and research materials;
- 3.3. interaction between the Parties in the preparation of projects, provided by the subject of this Memorandum;
- 3.4. carrying out, if necessary, meetings, talks and workshops, as well as joint seminars, conferences and round tables on issues that are the subject of this Memorandum;
- 3.5. joint activities to establish international links with the banks of the Parties and relevant government institutions of the Parties;
- 3.6. promoting each other's integration into the international banking community;
- 3.7. conducting joint training activities to improve the skills of bank employees.

Article 4. Confidentiality

- 4.1. All information exchanged between the Parties is confidential and cannot be disclosed or transferred by one of the Parties to a third party without the consent of the other Party.
- 4.2. Adhering to the principles of openness and transparency of public institutions, the Parties responsibly approach the need for non-disclosure of confidential information exchanged in the course of cooperation and collaboration to prevent injuries or damage to the reputation or interests of each Party.

Article 5. Responsibility of the Parties

- 5.1. Each Party undertakes upon itself the responsibility of implementing this Memorandum.
- 5.2. All disputes arising during the implementation of this Memorandum shall be settled by means of negotiations.
- 5.3. In case of an impossibility of settling disputes through negotiations, the Parties seek other methods of resolving their dispute in accordance with the laws of Europe and Ukraine.

Article 6. Validity of the Memorandum

- 6.1. The Memorandum shall enter into force upon signature by the Parties and shall be valid during the period when the Parties are interested in continuing their

cooperation.

6.2. The Memorandum may be terminated by a mutual agreement of the Parties. The Parties may at any time terminate this Memorandum unilaterally by notifying the other Party 10 calendar days prior to the event.

Article 7. Introduction of amendments and proposals to this Memorandum

7.1. For the development and approval of amendments and proposals to joint documents provided for in this Memorandum, the Parties shall, if necessary, form temporary working groups of representatives of the Parties.

7.2. This Memorandum is composed with a full understanding of its provisions by the Parties and terminology in Russian and English in two copies - one for each of the Parties. The two copies in the appropriate language have the same legal force.

7.3. The information in this Memorandum may be amended by mutual consent of the Parties with an additional agreement to this Memorandum.

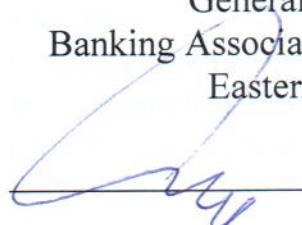
7.4. Additional agreements and annexes to this Memorandum shall be an integral part of, and are valid if they are in writing and signed by the Parties and affixed their seals.

Article 8. Final Provisions

8.1. The Memorandum is an open agreement between BACEE and NABU.

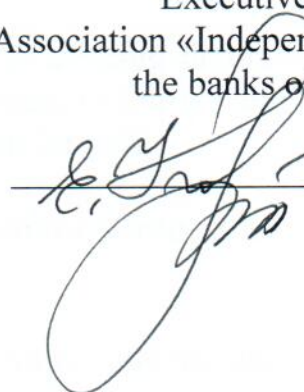
8.2. The Parties undertake to maintain business contacts and to take all necessary measures to ensure the effectiveness of business relations, to fully support the development of other forms of cooperation in order to achieve these goals and the objectives of the Memorandum.

General Secretary
Banking Association for Central and
Eastern Europe



Mr. István Lengyel

Executive director
Association «Independent Association of
the banks of Ukraine»



Olena Korobkova