

Dear Customers,

We inform you that in accordance with Article 5-2 (Responsibilities of Financial Companies, etc. to Verify Clients) of the Act on Reporting and Using Specific Financial Transaction Information Thereof, etc., which will become effective on 1 Jan, 2016, we have made some amendments to General Terms and Conditions for Deposit Transactions by adding that in case where a customer rejects a request of the Bank to submit information required to identify and verify customer and the beneficial owner of the relevant account the Bank shall reject the relevant financial transaction (for a new customer) or exit the relationship with the customer (for an existing customer). The revised General Terms and Conditions for Deposit Transactions shall take effect from 1 Feb, 2016. If you have any objection to the revision please notify us in writing by 30 Jan 2016. Otherwise, you will be deemed to accept the terms and conditions. For more details, please see the revised provision specified below.

\_\_\_ Dec, 2015

The Hongkong and Shanghai Banking Corporation Limited, Seoul Branch

#### General Terms and Conditions for Deposit Transactions

##### Article 11 Customer Identification and Verification, etc. (to be effective on 1 Feb, 2016)

- ① The Bank may ask for the information for customer identification and verification including but not limited to information on Beneficial Owner according to the Act on Prohibition Against Financing of Terrorism and the Act on Reporting and Using Specific Financial Transaction Information Thereof, etc., and when the request for the required information is rejected, the relevant financial transaction shall be refused by the Bank and as for the existing customer, the Bank shall exit the relationship. A customer who is a legal person or entity shall submit information on Beneficial Owners including but not limited to shareholders' list in order to check and verify Beneficial Owner (Beneficial Owner refers to the natural person(s) who ultimately owns or controls a customer).(Revised)
- ② The Bank may request relevant information and materials in order to check and verify the actual party of the relevant transaction, the purpose of the transaction, sources of the funds, etc. in addition to the standard identification and verification of the customer, if a customer is identified as a high risk customer (i.e. nationality, type of business, etc.) or using high risk products or services. (Newly included)

- ③ The Bank may refuse or restrict the financial transaction for the person who is designated and announced as the financial transaction restricted person under the Act on Prohibition Against Financing of Terrorism and/or the person who is included in the sanction list by international organization such as UN in relation to anti-money laundering.