




XACBANK JSC

Information on the ratification of Related party and conflict of interest transaction

Ad-Hoc announcement /Form 3/	
Reporting period	29 September, 2023
Information of issuer	<p>Name: XacBank JSC</p> <p>State registration certificate number: 000239852</p> <p>Registration number: 2578697</p> <p>Securities code: MN00XAC05687</p> <p>Address: XacBank HQ Building, Ulaanbaatar-14200, Post Branch 20A, PO Box-72, Mongolia</p> <p>Phone: 75771888</p> <p>Email: info@xacbank.mn</p> <p>Website: www.xacbank.mn</p>
Name of registered trading entity	Mongolian Stock Exchange
Classification of business activities	Banking and financial sector
The total number of shares issued by the issuer	1,052,700,000 common shares
The name of the specialist who prepared the information to be reported and the official who reviewed it:	<p>Prepared by: Ts. Altantuya, Associate, Board Secretariat</p> <p>Reviewed by: N. Munkhtselmeg, General Counsel and Corporate Secretary</p>
1.	<p>Information on the ratification of Related party and conflict of interest transaction</p> <p>Pursuant to the recommendation of the Board Risk Management Committee, the Board of Directors of XacBank JSC ("Bank") adopted Resolution No. R-2023-70 dated 28 September 2023, ratifying 3 (three) transactions in the total amount of MNT 70,500,000 (seventy million five hundred thousand) with certain authorized officer of the Bank and the related parties of the authorized officers of the Bank. All transactions were on an arms' length basis and the terms of the transactions were consistent with the terms offered for customers within the ordinary course of the Bank's business, adhering to the specifications outlined in Clause 17.9 of the Banking Law.</p>

Signature and date of the person who prepared the information	
Name:	Munkhtselmeg, N
Position:	General Counsel and Corporate Secretary
Signature:	
Date:	20 October, 2023



BOARD OF DIRECTORS RESOLUTION



Date: 28 September, 2023

No. R-2023-70

Ulaanbaatar

Ratification of Related Party and
Conflict of Interest Transactions

Based on Articles 76.1.17 and 92.1 of Company Law, Articles 17.9 and 33.5 of Banking Law, and Clause 4.3 of the Conflict of Interest and Related Party Transaction Policy approved by its Resolution No. R-2023-48 dated 07 July 2023, and pursuant to discussions at its regular meeting held on 28 September 2023 and the decisions thereof, the Board of Directors (the "Board") of XacBank (the "Bank") hereby adopts the following resolutions:

IT IS NOTED THAT:

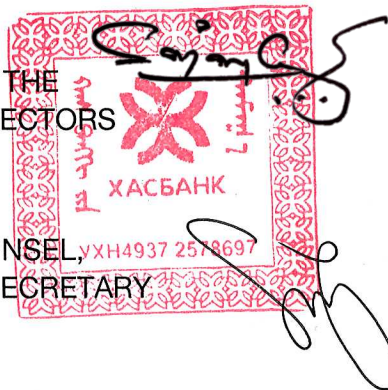
1. **WHEREAS**, the Board Risk Management Committee (the "BRMC"), after its deliberation at its meeting held on 28 September 2023, has recommended to the Board to ratify certain related party and conflict of interest transactions with specified terms and conditions as per attached in Annex 1 (the "Related Party and COI Transactions");
2. **WHEREAS**, the BRMC has determined that the Related Party and COI Transactions are on an arms' length basis and that the terms of the transactions are consistent with the terms offered for customers within the ordinary course of the bank's business; and
3. **WHEREAS**, the Board now wishes to ratify the same as recommended by the BRMC.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Related Party and COI Transactions as per attached Annex 1 be and are hereby ratified.
2. Tsevegjav Gumenjav, the Chief Executive Officer, is hereby directed to ensure compliance with this resolution.

CHAIRMAN OF THE
BOARD OF DIRECTORS

GENERAL COUNSEL,
CORPORATE SECRETARY



SANJAY GUPTA

N.MUNKHTSELMEG