

Background Information on the Protection of Deposits

<p>Guarantee compensation for deposits with a credit institution or credit union (deposit taker)</p>	<p>Protection of your deposits is guaranteed by the deposit guarantee system established pursuant to the <u>Deposit Guarantee Law</u>. In case of unavailability of deposits at a credit institution or credit union (deposit taker), your deposit in the amount of up to 100,000 euro shall be compensated by the Deposit Guarantee Fund.</p>
<p>Maximum amount of guaranteed compensation and deposits, for which the guaranteed compensation is not paid</p>	<p>The maximum amount of guaranteed compensation is 100,000 euro per depositor of a credit institution or credit union (deposit taker). The currency of the guaranteed compensation shall be the euro. Guaranteed compensation shall not be paid for the following deposits in accordance with <u>Article 23</u> of the <u>Deposit Guarantee Law</u>:</p> <ol style="list-style-type: none"> 1) deposits of credit institutions and credit unions; 2) deposits of financial institutions; 3) deposits of local governments, whose annual budget exceeds 500,000 euro, and direct administration institutions; 4) deposits related to money laundering or recognised as the proceeds from crime, if the court judgement of conviction has entered into force; 5) deposits, for which a depositor as a customer has not been identified in accordance with the provisions of the Law on the Prevention of Money Laundering and Terrorism and Proliferation Financing; 6) deposits which, in accordance with Articles 51 and 62 of Regulation (EU) No. 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and amending Regulation (EU) No. 648/2012, constitute own funds of the deposit taker, including the amortised part thereof in accordance with Article 64 of the abovementioned Regulation; 7) deposits of insurance and reinsurance companies; 8) deposits of investment broker companies; 9) deposits of investment management companies; 10) deposits of private pension funds; 11) deposits of managers of alternative pension funds; 12) debt securities issued by a credit institution, as well as liabilities arising from its bills, including bills of exchange; 13) deposits, with which no transactions have been performed over the last two years following the date of occurrence of unavailability of deposits and the value of which is below 10 euro.
<p>Maximum amount of additionally guaranteed compensation</p>	<p>In addition to the maximum guaranteed compensation in the amount of 100,000 euro, a depositor is entitled to the guaranteed compensation in the amount of up to 200,000 euro in accordance with the types of deposits and provisions specified in Article 4 of the Deposit Guarantee Law.</p>
<p>Calculation of guaranteed compensation in case of multiple deposits at the same credit institution or credit union (deposit taker)</p>	<p>All of your deposits at the same credit institution or credit union (deposit taker) shall be aggregated, and the maximum amount of guaranteed compensation (100,000 euro) shall be applied to the total amount.</p>

 Depositor's signature

Calculation of guaranteed compensation in case of a joint deposit with other person(s)	Guaranteed compensation for a joint deposit shall be paid to each person who has made the joint deposit in the amount of up to 100,000 euro. The amount of the guaranteed compensation shall be determined according to share of the person who has made the joint deposit in the joint deposit, which has been specified in the contract entered into with the deposit taker. If the share of each person in the joint deposit has not been specified, the joint deposit shall be divided in equal shares and the amount of guaranteed compensation of each person shall be determined according to this equal share.
Depositor's obligations in connection with the management of funds due to other person	<p>If a depositor manages the funds due to other person at a deposit taker, the right to receive the guaranteed compensation is granted to this person, who can prove his/her right to claim the funds managed by the depositor, provided that the deposit taker or – in the case referred to in Article 5¹(2) of the Deposit Guarantee Law – the depositor has identified or can identify this person prior to the date of occurrence of unavailability of deposits.</p> <p>The depositor that ensures the management of funds due to other person at a deposit taker is obliged to inform the deposit taker that it ensures the management of funds due to other person, the identification of this person and the accounting of funds due thereto.</p>
Beginning of the guaranteed compensation payment process in case of unavailability of deposits	<p>The guaranteed compensation shall be paid within five years following the date of occurrence of unavailability of deposits or the date on which the circumstances forming the basis for the refusal to disburse the guaranteed compensation as referred to in Article 27(1) of the Deposit Guarantee Law cease to exist.</p> <p>The guaranteed compensation shall be available no later than within seven business days following the occurrence of unavailability of deposits.</p> <p>The Bank of Latvia shall decide on the manner, procedures, time and place for disbursing the guaranteed compensation and publish this information in the Official Gazette <i>Latvijas Vēstnesis</i>, as well as post it on the website created by the Bank of Latvia.</p>
Payment of the guaranteed compensation to minor persons	The guaranteed compensation shall be paid for a minor person's deposit, observing the provisions of Article 5(4) of the Deposit Guarantee Law .
Information on the possibility of mutual offset of claims	Upon calculating the guaranteed compensation due to a depositor, the depositor's liabilities towards a credit institution or credit union (deposit taker), the fulfilment deadline of which will set in by or on the date when the unavailability of deposits has occurred, shall be taken into account. These liabilities shall be extinguished by the mutual offset of these liabilities and the depositor's right to the guaranteed compensation.
Contact details and website	Deposit Guarantee Fund: Bank of Latvia, 2A Kr. Valdemāra Street, Riga, LV-1050, phone: +371 67022300, website: www.bank.lv .

Depositor's acknowledgement of information receipt

(given name, surname, personal identification number/ date of birth)

(name, registration number of the legal entity)

(signature, date)