

According to the requirements of the Charter of the Bank and in order to monitor the compliance with the provisions of the Corporate Governance Code, “Kapitalbank” JSCB annually evaluates the corporate governance system by engaging independent audit organizations.

According to the results of 2019, “BALANS-INFORM-AUDIT” LLC audit organization has performed an evaluation of the corporate governance system of “Kapitalbank” JSCB based on the questionnaire for evaluation of the corporate governance system approved by the State Committee of the Republic of Uzbekistan on Competition dated July 25, 2016.

Based on the results of the corporate governance evaluation following the results of the reporting year, “Kapitalbank” JSCB has received a high rating. Total actual score is 1,035 points of 1,200 possible which is 86%.

The bank intends to improve the corporate governance system following the results of 2020, adhering to and complying with all the basic requirements of Corporate Governance Code of “Kapitalbank” JSCB.

However, adhering to the principle of the Code “comply and explain”, the Bank has the right not to comply with all of its provisions. In such case, the Bank shall explain the reasons for non-compliance as well as alternative mechanisms used.

We believe that the requirements for competitive selection of the Head and members of the executive body (the Board of the bank) are irrelevant because the bank uses different mechanisms established by regulations of the Central Bank of the Republic of Uzbekistan. In this regard, the Shareholders and the Supervisory Board of the Bank choose an alternative mechanism for the appointment of members of the Board of the Bank without an open competition.