

**OVERSEAS ASSURANCE CORPORATION (MALAYSIA) BERHAD
CORPORATE STATEMENT OF POLICIES**

PREAMBLE

The Company may unwittingly be used as an intermediary for the transfer or deposit of money derived from criminal activity. The intention behind such transactions is often to hide the source and beneficial ownership of funds. The use of the financial system in this way is of direct concern to the police and other law enforcement agencies, it is also a matter of concern of insurance supervisors and the Company, since public confidence in the Company may be undermined through our association with criminals.

For these reasons, Bank Negara Malaysia has been appointed the Competent Authority for the purpose of combating money laundering activities under the Anti-Money Laundering Act, 2001 which came into effect on 15 January 2002. BNM have also issued a guideline (JPI/GPI 27) setting out a Framework based on the principles set by the International Association of Insurance Supervisors (IAIS) promulgating the duty of diligence and vigilance for insurers to adhere to.

I. PURPOSE

This Corporate Statement of Policies specifically encourage vigilance against criminal use of the underwriting and payment systems, implementation of effective preventive safeguards and cooperation with law enforcement agencies in line with our vision and be respected for our Integrity, Involvement and Initiatives in the way we pursue our business.

II. CUSTOMER IDENTIFICATION

With a view of ensuring that the financial system is not used as a channel for criminal funds, the Company will make reasonable efforts to determine the true identity of all customers requesting its services. Particular care will be taken to identify the ownership of all policies underwritten. The Company will not underwrite unless sufficient identification are provided. It will be an explicit policy that verification will be conclusive before any transaction may be concluded or proceeds of a refund or claim paid. Customers of the Company will be informed on the importance and consequence of failing to provide identification evidence.

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III. COMPLIANCE WITH LAWS

The Company will ensure business is conducted in conformity with high ethical standards and that laws and regulations pertaining to financial transactions are adhered to.

IV. COOPERATION WITH LAW ENFORCEMENT AUTHORITIES

The Company will cooperate fully with national law enforcement authorities to the extent permitted by specific local regulations relating to customer confidentiality. Care will be taken to avoid providing support or assistance to customers seeking to deceive law enforcement agencies through the provision of altered, incomplete or misleading information. Where the Company becomes aware of facts which lead to its reasonable presumption that money paid was derived from criminal activity, or that transactions entered into are themselves criminal in purpose, appropriate measures, consistent with the law, will be taken, for example, to deny assistance, refuse to underwrite the policy, suspend or freeze the policy account.

V. ADHERENCE TO THE STATEMENT

All staff, agents and other intermediaries of the Company will formally adopt policies consistent with the principles set out in this Statement and all staff, agents and other intermediaries concerned, wherever located, are informed of the Company's policy in this regard. Attention will be given to staff training in matters covered by this Statement. To promote adherence to these principles, the Company will implement specific procedures for customer identification and for retaining internal records of transactions. Arrangements for internal audit may need to be extended in order to establish an effective means of testing for general compliance with this Statement. The Company will also review the overall Statement for relevance with any updates, changes or modifications to the legislations or initiatives at national or international level.