

CAF BANK STATEMENT ON TAX COMPLIANCE

Introduction

This document is to set out the approach CAF Bank takes to our tax affairs and management of tax risk. CAF Banks tax strategy has been approved by the Board of Directors and is reviewed and updated each year to ensure it continues to reflect our current practice and approach. Updates are approved by either the Board of Directors or a senior committee as required.

Overall Approach

CAF Bank believes that how we conduct ourselves determines whether people want to do business with us, work for us and welcome us as part of their community. We aim to make a positive contribution to society benefitting our colleagues, customers, suppliers and communities as well as our shareholders.

CAF Bank is committed to complying with all the applicable laws, rules and regulations in the markets in which we operate. CAF Banks policy is to pay all taxes due and report all relevant tax information as required. Accordingly, we endeavour to report required tax information regarding the Bank, its clients, employees and suppliers in accordance with the laws and regulations of the jurisdictions in which we operate, and to pay all taxes due and owing by the Bank. We aim to operate in a tax efficient manner by claiming tax exemptions, reliefs, and incentives in line with the relevant legislation and its intended policy objectives and which are consistent with the operational objectives and economic substance of our business however, we have a low appetite for tax risk and aim to minimise the level of tax risk arising from our operations as far as is reasonably possible.

Governance

The Board of Directors is collectively responsible for the long-term success of CAF Bank and the delivery of shareholder value. Its role is to provide leadership of CAF Bank within a framework of prudent and effective controls which enables risks to be assessed and managed. Ultimate responsibility for the CAF Bank tax strategy and compliance rests with the Board. Day to day management of CAF Bank tax affairs is delegated to the Financial Controller who has a reporting line into the Chief Financial Officer who is a member of the Board.

As part of CAF Banks governance structure, the Board discharges certain responsibilities through Board sub committees including the Board Audit Committee and Executive Committee. Tax risks are reported to the Board Audit Committee at least annually and significant risks are escalated to the Board via the governance structures.