

RULES FOR EXECUTING TRANSACTIONS IN RENMINBI (CHINESE JUAN, CNY)

Transactions in Chinese yuan (CNY) are closely monitored by the government of the People's Republic of China and subject to more restrictions than those in other currencies.

Consequently, Santander Bank Polska would like to inform you that:

1. Transactions in CNY (purchase/sale of CNY and transfer of funds in CNY) can only be made in performance of a commercial contract concluded with an entrepreneur operating in China. The contract should be settled within 3 months of its conclusion.
2. Transactions in CNY can only be made between entrepreneurs.
3. The Customer (an entrepreneur operating in Poland) is required to hold documents which confirm their legal title to make a transaction in CNY. Santander Bank Polska can ask the Customer to present those documents at any time, in particular at the request of the correspondent bank.
4. If the Customer exchanges funds into CNY at Santander Bank Polska, they are required to make the subsequent payment (credit transfer) in CNY to their trade partner at Santander Bank Polska as well.
5. In addition to standard data, each payment in CNY sent to China has to include a Purpose of Payment code. The code should be entered in the field "Description" ("Tytuł").

List of Purpose of Payment codes:

Purpose of Payment code	Category	Scope
/CAP/	CAPITAL TRADE	Capital account transactions, capital injection, capital reduction, capital payment, direct investment, shareholder's loan/repayment, funds transfers for foreign direct investment (FDI) and RMB Qualified Foreign Institutional Investor (RQFI) projects, etc
/GDS/	GOODS TRADE	Cross-border settlement conducted for trade in goods, general merchandise, goods for processing, goods required for repairing, goods procured in ports by carriers, transactions to be settled by letter of credit, bills for collection, payment of import equipment and advanced payment, etc.
/SRV/	SERVICE TRADE	Cross-border settlement conducted for trade services, including bill payments, services or fees relating to transportation, construction, financial services, computer and information services, sports, utility bills, legal and medical fees, etc
/CAC/	CURRENT ACCOUNT	Income and current transfers, remittance of profits, bonus, dividends and tax etc.

Failure to comply with the above rules may lead to delayed execution of transactions, additional costs for the Customer resulting from investigation or return of payment to the Customer in a decreased amount.

The above Rules for executing transactions in renminbi (Chinese yuan, CNY) are for reference only. The People's Bank of China has the right of final interpretation of rules related to the execution of transactions in CNY.