



IFIC Bank Limited

Code of Conduct

Version: 2.0

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1.0 Preamble

Ethics is the integrity measures, which evaluate the values, norms and rules that constitute the base for individual and social relationship, from a moral perspective. Professional ethic regulates the relations between individuals within a professional group and their relations with the community whereas organizational ethic defines the code of conduct in an organization.

IFIC Bank plays unifying and intermediary roles between fund-supplying and fund-demanding sides of the society, executing savings and investment functions. Due to its key role in the economy, while working under the principles of profitability and productivity, IFIC Bank obliged to obey ethical principles of Banking profession and organizational ethic.

The Banking Business is based on trust. Our customers and stakeholders entrust us with their money and confidential information because of our reputation for honesty, integrity and high ethical standard. Consequently, as an Employee of IFIC Bank Ltd. or its subsidiaries we are required to maintain some high ethical standards/code of conduct. Ethical standards however are not universal. Social, religious, historical and economic condition being different in different countries and nations, ethical standards also vary considerably. But core standards of ethics have striking similarities everywhere, irrespective of differences in language, culture, religion and social environment.

IFIC Bank always employs its resources, policies and procedures, processes, systems and control checks, including compliance checks and staff training that are necessary for compliance with and proper understanding of this Code of Conduct.

One of the wizards in financial sector very aptly said “high ethical standards in Banks are neither a luxury nor an abstract ideal. Rather they are a vital aspect of protecting and enhancing the Bank’s brand image, and ensuring its long-term business survival. Behaving ethically is not only the right thing for Banks to do; it also makes sound business sense”.

IFIC Bank’s Code of Conduct/Ethics sets forth the guiding principles by which we operate our Bank and conduct our daily business with our customers, vendors, competitors, regulator and other agencies, the media, and anyone else with whom we have contact. We recognize that honesty, integrity and sound judgment of our employees is essential to our reputation and success. These principles apply to all of the employees of IFIC Bank and all of its wholly owned subsidiaries.

2.0 Introduction

IFIC Bank Limited, one of the leading banks in Bangladesh, has been in the business of providing banking services since 1976 with outstanding reputation. Maintaining this position requires meticulous attention to innovation and initiative and a constant striving for success, while adhering to professional and behavioral ethics. The Bank's dynamism and business success are based on its reputation for reliability and honesty and on the trust customers place in it and employees cultivate among themselves.

The combination of human capabilities, employees' motivation, the Bank's professional strength, and its technological and logistic infrastructure, guarantee that the Bank can achieve the goals it has set for itself. Every employee must contribute to the sound operation of the Bank and help preserve its reputation for integrity and professionalism.

Individuals working in IFIC Bank Limited and its affiliates in any form of stakeholder under legal or institutional provisions/arrangements e.g. owner, director, employee, advisor, consultant, contractor, supplier etc. must act with integrity i.e. in an honest, fair and legitimate manner. Its activities must fully be customer service oriented and clearly be motivated by integrity and ethics, of course, in full conformity with the legal and regulatory requirements. All Members of the Board of Directors and its committees, employees of all levels and categories of IFIC Bank, business partners and service providers and receivers to and from IFIC Bank are expected to display the highest standards of professionalism and commitment to ethics and integrity in all of their conducts.

In every act and at all times they must pay due respect, care and consideration to others and putting the public interest first. All Members of the Board of Directors and its committees, employees of all levels and categories of IFIC Bank Limited, business partners and service providers and receivers to and from IFIC Bank are expected to display the highest standards of professionalism and commitment to ethics and integrity in all of their conducts. It is also strongly expected that they all in every act and at all times would pay due respect, care and consideration to others and putting the public interest first.

Directors of Board, members of different Committees of the Board and Management of IFIC Bank Limited are individually and collectively remaining committed and responsible to excel the practice of corporate governance principles in its institutions and activities by placing due attention and weights on the compliance of best ethical standards and integrity as recommended by the regulators for enhancing its internal and external credibility and establishing transparency.

3.0 Stakeholders

3.1 Government and Regulators

- a. Ministry of Finance (MOF);
- b. Bangladesh Bank (BB);
- c. National Board of Revenue (NBR);
- d. Bangladesh Securities and Exchange Commission (BSEC);
- e. Bangladesh Investment Development Authority (BIDA);
- f. Comptroller and Auditor General of Bangladesh etc.

3.2 Investors, Beneficiaries, Analysts/Researchers and External Auditors

- a. Shareholders, Board of Directors' and market investors;
- b. Business community, including chambers, associations and business clubs;
- c. Rating agencies and the users of ratings;
- d. Financial analysts/financial professionals;
- e. External Auditors;
- f. Brokers and dealers in shares, securities, debentures etc,

3.3 Customers and Clients

- a. Customers and users of goods/products and services;
- b. Suppliers-both backward and forward linkages; and
- c. Service providers and receivers of all categories.

3.4 Staff

- a. Employees of all levels;

3.5 Others

- a. Civil society-elite groups;
- b. Social Media-print and electronic;
- c. Authorities of related books and journals, and advertising Agencies;
- d. Brokers and dealers;
- e. Whole sellers and retailers;
- f. Agents and facilitators; and
- g. Stockist and Transport and Courier Companies.

4.0 Basic professional and institutional obligations

For attaining and upholding public attention and customer/users and stakeholders' confidence, IFIC bank Limited always encourage that each of its employees perform their assigned job with utmost honesty and integrity, along with highest professional attitude and aptitude. Each member of the Bank must be firm in her performance for the benefits of the Bank and must avoid conflict of interest.

4.1 Code of Conduct for Employers

IFIC Bank Limited always maintain a pleasant working environment in terms of presence of well set and well defined compensation package, clearly set goal orientation, as well as performance-led job description for employees of all levels. Also IFIC Bank enhances the scope for both professional and career development of the employees. Such an environment with well-designed strategic and logistic support would reinforce the satisfaction of the employees, which will ultimately make them loyal to the organization and its culture.

Working environment as well as process, policy & guidelines of IFIC Bank have been well designed and well maintained so as to make it reasonably and promptly responsive to the customer needs, along with compliance of legal and regulatory requirements. Hence, the employees should therefore be made well-trained and well-mannered for discharging their jobs efficiently, which will eventually enhance the goodwill of the bank and thereby, expand the customer base and market share. Importantly, IFIC Bank Limited has clearly defined and allocated responsibilities along with requirement and process to motivate the employees towards the goals of Bank and enable them to perform to the best of their levels with enhanced accountability and performance.

4.2 Some specific compliance guidance

- a. At all times the stakeholders shall act in a professional and ethical way, and uphold the highest standards of honesty, trust, fairness, integrity and diligence;
- b. Every stakeholder shall consider the risks and implications of their actions and in principle, should feel accountable for them, and for the potential adverse impacts;
- c. All stakeholders of IFIC Bank Limited shall take firm promise to comply with all current regulatory and legal requirements, and adopt endeavor to follow best industry practices;
- d. All information be used and handled with best care and due diligence be applied to ensure highest confidentiality and preserving sensitivity;

- e. Prevent and avoid potential conflict of interest that may arise and influence one whilst he/she performs;
- f. Serve customers, colleagues and counterparties with due care. Respect their desires and serve them with responsibility if they asked for, or help them voluntarily;
- g. Set the service standard for the organization that reflects professionalism that also expresses values and attitudes, as well as positive behaviors;
- h. Equip employees to carry out their duties with due regards to the technical and professional standards expected by customers. Encourage the staff continuously to develop and maintain their technical and professional knowledge and level of competence; and
- i. Training is must because it encourages the staff/officials to act with complete integrity towards customers, colleagues, counterparties and others with whom they may come into contact.
- j. The ethical conduct of all employees of IFIC Bank Limited and the reputation of the profession depend largely on their approaches and attitudes at all levels. Standards of integrity, ethics and professionalism cannot be created or maintained by written rules alone, rather this depends upon the integrity and behavior of those engaged as professionals in the industry. IFIC Bank Limited adopts and upholds integrity and professional ethics in its service standards.

4.3 Serving Customers and the Stakeholders

For ensuring standardized services and ethical business development, IFIC Bank Limited will identify its existing and potential users, side by side with the selection of service providers at various levels. Efficient and effective selection and categorization would enable the bank to make proper business plan.

4.4 Service Provider

- a. Analyze and determine customer base and review and understanding their needs effectively;
- b. Add in and provide product and service excellence with integrity and sincerity;
- c. Provide with secured and advanced banking facilities-products and services;
- d. Be fair and well-committed in serving the customers and stakeholders;
- e. All services sold or served be passed - through the legal and regulatory processes; and
- f. Each type of stakeholders' involvement and concern be clearly defined and understood.

4.5 Encouraging people for knowledge and skill enhancement

- a. Providing opportunities for professional development;
- b. Evaluating performance objectively; and
- c. Applying IFIC Bank's values & principles consistently.

4.6 Delivering to Partners

- a. Adherence to good corporate governance practices;

- b. Protecting intellectual property;
- c. Protecting reputation of IFIC Bank Limited; and
- d. Strengthening competitive behavior.

4.7 Being Proactive

- a. Anticipating and embracing changes;
- b. Encouraging and rewarding innovation responsibly; and
- c. Maintaining and sharing accurate and useful information.

4.8 Working in Teams

- a. Remain individually and make others accountable for every action;
- b. Refrain from favoritism and bias;
- c. Extract value from different perspectives;
- d. Work jointly and collectively; and
- e. Acknowledge and appreciate value for both individual and team contributions.

4.9 Respecting Each Other and reciprocity

- a. Recognize and respect human dignity;
- b. Provide/establish a working environment free of harassment and intimidation;
- c. Comply with social and occupational health & safety regulations; and
- d. Protect organization from damage/loss of physical assets.

4.10 Guarding against Arrogance

- a. Celebrate successes and achievements with modesty;
- b. Meet the legitimate expectations of stakeholders; and
- c. Express personal identity with dignity, courtesy and tolerance.

5.0 Responsibility

5.1 Responsibility to Shareholders

- a. IFIC Bank Limited preserves the lawful benefits and interests of its shareholders;
- b. Makes utmost endeavor to maximize profit and increase payout ratio for the stakeholders; and
- c. makes best effort to maximize company profit and manage the same ethically and properly.

5.2 Responsibility to Customers

To satisfy the customers-needs efficiently, IFIC Bank limited is ready to:

- a. Understand and honor the customer needs, as well as serve them indifferently, promptly and honestly;

- b. Ensure complete secrecy of customers' affairs/account information at all times unless asked by any competent court or any other lawful authority;
- c. Issue notice with reasonable time in case of closure of bank accounts for any legitimate reason(s);
- d. Provide customers with requested account statement accurately and promptly;
- e. Keep the customers updated regarding any suspicious operations in his account;
- f. Exercise due diligence in the operation of customer accounts; and
- g. Keep customers fully informed with all banking and financial products.

5.3 Responsibility to Community/Society

All banking and other financial activities of IFIC Bank Limited complies with the recognized/established legal, regulatory, as well as social/community norms, customs and values.

5.4 Commitment to the Environment

Environmental and climatic protections are among the most pressing global challenges of the time. All of these are to be taken into account in all areas of lending/financing. Emphasizing on the areas of energy and climate change while lending, bankers would support the process of sustainable economic growth of the country. Bankers/financial managers must have firm commitment to choose and do the right things, along with the compliance of legal requirements. They must consider structural and non-traditional risks management options that inherent to banking and other financial activities side by side with the management of traditional financial risks, such as credit risk, market risk and operational risk etc. Risks inherent to environmental and social events/activities also need to be taken into consideration.

6.0 Property and Information of IFIC Bank

6.1 Property of IFIC Bank

Key responsibility of an employee of IFIC Bank Limited is to protect and safeguard the organization's property, not to use it for personal purposes/gain use and abide by the followings-

- a. An employee of IFIC Bank Limited shall follow the operational and IT security manual, policy & Guideline meticulously while using property of the organization;
- b. He/she needs to ensure the fair value of assets while these are acquired and disposed off if an employee works as member of asset acquiring/disposal committee.
- c. He/she shall not participate in the name of other person in the supplying of materials to bank or selling bank's old assets.
- d. He/she shall protect the pilfering of stationeries, stealing, embezzling or misappropriating money, funds or anything from Bank.
- e. He/she shall apply own judgment and ethical concerns in using organization's phones, electronic mail or computing systems for personal requirement.

- f. He/she shall refrain from using the organization's Letter Head for personal correspondence.

6.2 Information Security

All employees must follow the IFIC Bank policy guideline on ICT security circulated from time to time to keep secure information from unauthorized disclosure and exchange. Any confidential information it receives on clients, or any details of the transactions of its clients shall be preserved with utmost security. Unless asked by any lawful and competent court/authority, exchanging or disclosing of information will be treated as a serious violation of ethical standard, and shall be treated as a breach of contract.

6.3 Invisible Property

- a. An employee shall not use the corporate brand and goodwill of IFIC Bank for non-official purposes.
- b. The use of official designation for any personal gain should be prohibited.

6.4 Intellectual Property of Others

An employee shall be cautious about the intellectual property rights of others. For example, he/she shall not provide performance report of one customer to other, not use logo of third party in purposes which are not allowed in the franchise agreement, not use the CIB report of third party and refrain from plagiarism of other bank's/NBFI's credit analysis for personal gains or purposes.

6.5 Material Non Public Information

While performing the official task, an employee of the IFIC Bank Limited may have access to information that is not generally available to the public or that is considered confidential for managerial or administrative purposes. This may include information related to banks, customers, suppliers and current and former employees, as well as system- and bank-related information. He/she shall not disclose this information unless authorized by competent authority.

An employee of IFIC Bank Limited shall not provide any information to third party without prior approval of competent authority. He/she shall not disclose the unpublished and sensible information of the institution related to its performance, strategy, system, processes, policies, guidelines etc.

6.6 Customer Information

An employee shall not accede to or use customers' information excepting related business purposes. He/she shall protect the confidentiality and security of customer information.

6.7 Information of Government Agencies'

Any information of govt. agencies like Anti-Corruption Commission (ACC), National Board of Revenue (NBR), Bangladesh Bank (BB), Bangladesh Security and Exchange Commission (BSEC), Ministry of Finance (MOF), Bangladesh Investment Development Authority (BIDA) etc. shall not be disclosed without prior approval of competent authority.

6.8 Employee Information

An employee shall keep all information of the organization, either current or old, secret and confidential.

6.9 Suppliers' Information

An employee shall keep information about the purchase of goods or services confidential. Price quoted, methods, business policy etc. of the vendors should not be disclosed.

7.0 Use of Position

The employees in all positions of IFIC Bank Limited shall have to abide by this Code of Conduct for the sake of both institutional and national integrity. It is expected that an official shall use his/her position and delegated power to do his/her jobs appropriately. Any deviations of this shall be treated as abuse of position and power. Generally, such deviations are found out for following two reasons:

7.1 Private Gain

An employee is supposed to exercise his/her power attributed to his/her position for the benefit of the institution as well as the country. But it becomes injurious and illegal if the exercise of his/her power relating to his/her position is led towards personal benefit. It is tantamount to corruption or misuse of power and position and it is quite contradictory to national integrity. Therefore, the use of position of an employee in any institution for any private gain is strictly prohibited.

7.2 Endorsement

The endorsement of one's position is also similar to the abuse of position. Sometimes, dignitaries may not directly take any benefit by using their power and position. However, they may pave the path for benefits for other persons by making such unlawful use and authorization of position and power.

The aim of a dignitary should be serving the people or nation without bias. If any activity makes his/her own people benefited unusually and thereby frustrates the others, it shall be treated as partiality and nepotism. So, a dignitary shall not be involved in such activities.

8.0 Conflicts of Interest

8.1 The conflict of interest is often a very strong hurdle on the way of implementation of national integrity strategy. When an employee thinks of his/her personal interest from his/her official position, a question of conflict of interest arises. The statute allows him/her to serve his/her own gain, or interest at the cost of employing institution or the state. It is a statutory as well as an ethical obligation for an employee to keep himself/herself away the personal interest. The apparent causes or reasons behind such a conflicting situation may include the followings:

- a. Dissatisfaction with salary and remunerations;
- b. Unpleasant working environment;
- c. Lack of opportunities for promotion, or deprivation from promotion;
- d. Undue influence and/or pressure from others;
- e. Greed to or from colleagues and employer; and
- f. Lack of job security.

8.2 Whatsoever the circumstances, the employees must avoid the conflict of interest as long as they hold positions in the organization. Availing any kind of undue or illegal benefit/facilities irrespective of forms, shall be treated as deviation from the required standard of services. So, to keep the employees refrained from such a trap of conflict of interest, IFIC Bank Limited administer the employee affairs legally & ethically, and compensate them reasonably. An employee shall have to refrain from doing the following:

- a. Performing his duties with a view to preserve/protect his own benefits at the cost of the bank.
- b. Involving in any kind of financial activities relating to his personal gain.
- c. Giving any advice, consultancy, direction or suggestion to anybody or to any institution that may cause for losses to the bank.
- d. Any practice/exercise that may benefit him at the cost of institution's assets either monetary or non-monetary;
- e. Doing anything that may damage the goodwill, image and reputation of the institution;
- f. Doing anything that may hamper the secrecy and privacy of any affairs/information of the company;
- g. Involving or taking part in any business dealing like shareholding, profit sharing, partnership of any business company or manufacturing industry or servicing center for their personal benefit;
- h. Getting any unusual or illegitimate benefits directly, or indirectly for himself/herself and family or family members, and relatives either explicitly, or implicitly by disguising identity;
- i. Receiving any charitable contribution from others and/or make any charitable contribution to his family members and relatives if those charitable contributions are made by/under his power and position;
- j. Receiving any gift (in cash or kind) from those who are directly benefited or assisted by his office or by his power and position.

The above noted issues are least in the list, but not exhausted. Any unusual act make/done by the employee(s) shall be considered within the trap of conflict of interest and be reviewed within the purview of offences.

9.0 Engagement in Other Employment

An employee shall not:

- a. Engage himself in any commercial activity or pursue such activity either on his own account or as agent of others;
- b. Accept any outside employment, honorary or stipendiary, without prior approval/consent of the competent authority in the current employing institution; and
- c. Undertake part time work except those, which may be requested to be accepted or undertaken by competent authority.

10.0 Private Trade or Engagement

10.1 Subject to the other provisions of this Code of conduct, no employee shall, except with the previous permission of the competent authority, engage in any trade or undertake any employment or work, other than his/her official duties.

10.2 Any Support staff of IFIC Bank Limited may undertake/run a small enterprise which absorbs only his/her family members. However, in such cases he/she must inform this to his/her employer along with the declaration of assets.

10.3 Any employee of IFIC Bank Limited may undertake honorary work in social, religious or charitable organizations and also may engage in occasional work of a literary or artistic character/nature, which may include publication of one or a few literary or artistic works, provided that his/her official duties do not hamper/suffer thereby. But the employing authority, at any time, may forbid him to undertake it or ask to abandon it if there exists valid reason/s to do so.

10.4 Procedure for Applying in Outside Employment

Eligible application of temporary, or permanent employees of IFIC Bank Limited for outside employment shall be dealt with on the basis of the following principles: -

- a. Application for appearing in the competitive examinations of Bangladesh Public Service Commission and in other government, semi-government entities/institutions including state owned/specialized banks, private banks and other public/private entities/institutions shall be forwarded in applicable cases.
- b. Applications for employment in International Organizations where Bangladesh is a member and for employment under Foreign Governments shall be forwarded provided that all such applications are processed through the concerned/competent channels of Government of Bangladesh.
- c. Applications from all categories of employees for employment in the autonomous bodies including public and private university shall be forwarded.
- d. Any application for outside employment which does not fulfill the above conditions shall not be forwarded.
- e. In case of employment opportunities outside the Bank, the applicants must pay their liabilities with the employer and thereafter, submit resignation letter abiding by concerned rules and regulations of IFIC Bank Limited. When an employee is released for outside employment and the question of lien arises, such an issue shall be governed by the service rules of IFIC Bank Limited. This would be followed both in cases of temporary and permanent outside employment.
- f. IFIC Bank can depute its any employee to any work or institution of its own, onshore/off-shore offices, branches, affiliated offices/institutions, subsidiaries and such placements/deputations might be governed by the service and/or other related rules.

10.5 Teaching, Speaking & Writing

Employee considering authorship or publication of a book, article etc. and speaking in front of the media which is not commissioned by the organization but which could in any way be connected with her work or employment at the organization should seek guidance from IFIC Bank nominated Spokesperson through Corporate Communication & Branding before entering into any commitment. Any publication or public speaking of an employee should not tarnish the image of the organization vis-à-vis regulatory bodies of the country. The same considerations apply to the publication of material on the world-wide web and social media. No employee shall make any communication regarding the affairs of IFIC Bank Limited to the press or any other media, nor publish any article containing data, comments or opinions on banks or other affairs in any newspaper which may involve the bank, but only refer to IFIC Bank nominated Spokesperson.

11. External Pressure/Approach to Member of Parliament, Political Leader, Board Members etc.

No employee shall, directly or indirectly, approach any member of Parliament or use any political or other type of influence or attempt to bring any influence of the Board of Directors for her employment, increment, promotion, transfer or any other personal gain.

12. Acceptance of Gifts and Foreign Awards

- a. No employee of IFIC Bank Limited shall, without prior permission of the competent authority, accept by him/herself, or permit any of his/her family member to accept any gift from any person that make him/her obligated in official position to the gift providers. If anyone sends such gift items via postal or courier services, may be received but will immediately be handed over to the higher authority for disposal.
- b. If any question arises whether the receipt of a gift places a Bank employee under any form of official obligation to the donor, the authority will take action against such activity.
- c. If any gift is offered by the head or representative of a foreign state, IFIC bank employee concerned should attempt to avoid acceptance of such a gift if, s/he can do so without giving offence. If, however, s/he cannot do so, s/he shall accept the gift and shall report to the authority for orders as to its disposal.
- d. No employee of IFIC Bank Limited shall accept a foreign award, title or honor without the approval of the competent authority.

13. Fair Treatment of Counter-parties

All relationships with external counter-parties should be conducted in professional and impartial manner. Vendor selection and hiring decisions shall be made objectively and in the best interest of the organization based on evaluation of integrity, suitability, price, delivery of goods/service, quality and other pertinent factors. Employee should commit to fair contract and payment terms with them in return of good service at a good price supplied; in a responsible manner.

Employee's personal relationship with contractors, suppliers and vendors if any, shall be disclosed to the appropriate level of authority at the time of entering into the negotiation and should not influence decisions made on behalf of the bank. Negotiations with customers and potential customers shall be conducted in a professional manner and subsequently comparison of Cost & Benefit to be presented to the competent authority.

Vendors or suppliers shall not be used for any personal purposes, so as to have any conflict of interest while dealing with them.

14. Anti-Money Laundering

Money Laundering legislations criminalize money laundering in respect of several crimes including drug trafficking, terrorism, theft, tax evasion, fraud, handling of stolen goods, counterfeiting and blackmail etc. It is also an offence to undertake and/or facilitate transactions with individuals and entities involved in criminal activities.

Doing business with drug traffickers, money launderers and other criminals is completely prohibited in IFIC Bank Limited. IFIC Bank formulates Anti Money Laundering Policy following regulatory body's guidelines to enable all employees to follow the policy meticulously.

Employees shall exercise requisite diligence in selecting those with customers/counter- parties while conducting business. They shall adhere to processes in place for checking the credit and character of customers and counter parties. These processes ensure customer's due diligence and ongoing monitoring of their customers to detect suspicious transactions during the entire period of the relationship.

15. Transparency & Accuracy of Records and Reporting

IFIC Bank's books, records, accounts and reports accurately reflect its transactions and subject to an adequate system of internal controls and disclosure controls to promote the highest degree of integrity. An employee shall ensure that records, data and information owned, collected, used and managed by him/her for the organization are accurate and complete. Records shall be maintained as per the policy of the organization in sufficient details so that these may reflect accurately the Organization's transactions.

IFIC Bank Limited ensures that its Financial, Tax and other reports and communication is true, complete and accurate and shall not be misleading. IFIC Bank Limited maintains transparency in its business operations and dealings with clients, stakeholders and regulators.

An employee shall assist in maintenance of appropriate records so as to ensure that financial transactions are prepared in accordance with generally accepted accounting principles and that they fairly present the financial conditions and result of the Organization. He/she shall observe standards of good flavor regarding content and language when creating business records and other documents (such as weekly/monthly/quarterly statement, e-mail etc.) that may be retained by the organization.

Non-maintenance of these records that come into employee's notice and any misappropriation or tampering of records, needs to be reported to the relevant authority. An employee shall not represent any tempered report/claim for his/her personal gain or to protect him/herself.

16. Fraud, Theft or Illegal Activities

Employees shall be vigilant about the frauds, theft or illegal activities and shall not engage in such activities at any cost. If any such activity comes into any employee's notice, he/she shall immediately report the same

to his/her immediate superior/s or management to protect the interest of the organization. He/she shall act as a whistle blower thereby.

17. Working Environment

17.1 Health & Safety

Adequate attention is always accorded to the health and safety of the employees, i.e. deployment of both physical and technical surveillance on premises to minimize possible threats to security. Physical premises are under regulatory requirement to conduct periodic drills for a systematic approach both to prevent any security breaches as well as to promote a culture of security and safety awareness. This involves managing health and safety care as any other critical business activity with periodic reporting, appraisals and improvements made.

17.2. Workplace Environment

Energizing the workplace is one of the key factors of IFIC Bank Limited. All employees of IFIC Bank Limited are responsible to keep the workplace friendly, congenial, transparent, free from harassment & corruption etc. and ensure the cohesiveness among the colleagues.

18. Team Work

Teamwork and co-operation is an important aspect of the work ethics in IFIC Bank Limited. An organization shall leverage on the dynamics of collective skills, knowledge and experience to achieve the best for the stakeholders. IFIC Bank Limited admit its employees as human capital and shall recognize the pivotal role that meritocracy plays in setting rewards and penalties for safeguarding the interests of its employees. It respects the incidence of conflicts arising in the workplace and seeks amicable resolution of contentious issues in a manner that is constructive, open, honest and ultimately beneficial to all parties involved.

19. Diversity

IFIC Bank Limited respect all employees as unique individuals with fundamental human rights and supports the cultural and ethnic diversity of its workforce. IFIC Bank Limited believes that creating a work environment that enables to attract, retain and fully engage diverse talents, leads to enhanced innovation and creativity in the services of the organization.

20. Employees' Grievance

A grievance is defined as any type of problem, concern, dispute and complaint related to work and the work environment that cannot be resolved through normal day to day communication. Grievances may arise due to differences in perception, misconduct, unfair treatment, intra-personal problems of individual employees, dissatisfaction with working conditions etc. If employees have a grievance, they should try to resolve this informally first. But, if the complainant feels unable to tackle the complaint informally, and cannot reach a satisfactory conclusion through the informal process, he/she may pursue a formal grievance mitigation application.

21. Compliance with Laws, Rules and Regulations

Employees of IFIC Bank Limited are expected to comply with the laws, rules and regulations governing the Organization's business vis-à-vis regulatory bodies. No individual is expected to know the details of all applicable laws, rules and regulations, but individuals shall be knowledgeable about specific laws, rules and regulations that apply to their areas of duties and responsibility.

22. Fair & Equitable Employment Opportunity

IFIC Bank Limited is committed to provide equal opportunity in employment on the basis of individual merit and personal qualifications to employees and applicants for employment. Every individual has the right to work in a professional atmosphere that promotes equal and legal employment opportunities and where discriminatory practices, including harassment are prohibited.

23. Harassment

- a. IFIC Bank Limited is committed to provide a work environment where all employees can work free from harassment on ground of religion, age, gender, family background, ethnicity, personal appearance etc. The organization shall not tolerate any type of harassment by directors, employees, supervisors or others. All employees shall treat each other with respect and courtesy. Harassment in any form including verbal and physical conduct, visual displays, threats, demands and retaliation is strictly prohibited.
- b. IFIC Bank Limited is committed as employers to create an environment which is free from all forms of harassment and discrimination towards women. Any harassment or discriminatory behavior directed at female employees based on their background, gender, religion, race, color, ethnicity, national origin, age, marital status, physical condition, personal appearance, and status shall be dealt with appropriate disciplinary action. Harassment towards female colleagues may include making derogatory or provocative comments, physical violence, inappropriate jokes, and unwanted physical contact, use of epithet, comments or innuendo, obscene or harassing telephone calls, inappropriate content exchange through e-mails, letters, SMS, notes or any other forms of communication.

24. Zero Tolerance to Violence in the Workplace

IFIC Banks Limited strictly prohibits any acts of violence or threats of violence by any employee against any other person at any time. Mutual understanding and respect toward all employees is an essential element for excellence in professionalism, existence of safe and healthy work place, and maintenance of a corporate culture, which serves the needs of the community. The organization has to bear zero tolerance for violence against any member of the workforce or its property.

25. Special Responsibilities of Superiors

In addition to responsibilities as employees, superiors shall abide by the:

- a. **Duty of selection** - Carefully select the employees for a job in light of their personal and professional qualifications.
- b. **Duty of Instruction** - Formulate obligations in a precise, complete, and binding manner, especially with a view to ensuring compliance with provisions of instructions.
- c. **Duty of monitoring** - Ensure that he/she meets the expected deliverable on regular basis and comply with provisions of applicable laws and regulations, on a constant basis.
- d. **Duty of communication** - Communicate to the employees that any violation of the applicable laws/regulations is disapproved of and shall have disciplinary implications.

26. Fair Treatment of Customers

Treating customers fairly and without prejudice fosters good rapport and helps to build long-term sustainable business relationships. Moreover, in the advent of global financial crisis, both local and global law-makers and regulators are increasingly focusing on ensuring that IFIC Bank Limited employ fair practices in dealing with customers. This entails:

- a. Ensuring that communications are fair, concise, clear and not misleading so that clients are fully aware of the product features, relevant fees and associated risks for financial products and services;
- b. Creating products which meets customer needs and takes into account their financial situation, profile and risk tolerance;
- c. Providing quality customer service, delivering on service level promises and handling complaints in an efficient, prompt and friendly manner; and
- d. Identifying and managing possible customer conflicts in an open and clear way.

27. Privacy and Security of Clients/Stakeholders Information

- a. In order to provide financial services, IFIC Bank Limited collects, maintains and uses the personal information of clients in a manner which allows them to provide better and more tailored products and services and better meet the clients' financial needs and objectives. All information gathered from customers/clients during the course of providing service shall be considered confidential.
- b. All information of an individual's employment in IFIC Bank Limited will be considered confidential unless it is clearly stated otherwise (or the situation arises whether he/she has been authorized to do so) and shall be used only for the performance of said job duties in line with all rules, regulations, laws and other policies governing the individual's employment. Furthermore, the information shall be kept confidential and secure even after leaving the employment of that particular institution.

28. Interaction in Print, Electronic and Social Media

All media (print, electronic and social) inquiries shall be forwarded to IFIC Bank nominated spokesperson which has been authorized to initiate contact with the media on behalf of the Bank. IFIC Bank Limited ensures that a consistent message in compliance with the governing laws and regulations is broadcast.

The advent of social media has enabled people from across the globe to have information at a rapid pace which may at time be sensitive in nature and thus it is particularly important to ensure that social media sites and tools are used by the employees and management of IFIC Bank Limited responsibly and with good judgment in compliance with the company's policies/guidelines which restrict the disclosure of confidential information about the company, its operations, policies and procedures, employees, customers and other stakeholders or any other information that compromises internal controls and safety requirements.

29. Guidelines for 'Speak Up Policy'

IFIC Bank Limited adopts a 'Speak up Policy' to uphold its commitment to the code and to maintain a culture of strong ethics and integrity. Any misconduct by personnel from IFIC Bank Limited serves to harm not only the reputation and financial performance of that particular organization but also ultimately undermines trustworthiness of the industry itself.

Management has established a formal policy, procedure, channels and open environment where staff are confident in raising concerns about any misconduct and are free from the fear of victimization.

30. Personal Investments and Insider Trading

Insider trading is the abuse of confidential information and is defined as a malpractice relating to the exchange of a company's securities by individuals who by nature of their job have access to crucial price sensitive information which is otherwise non-public in nature and thus this gives them a competitive advantage over other investors and undermines the credibility of the financial system. As such, employees

and other representatives of IFIC Bank Limited are prohibited from Participating in trading of publicly traded securities (including the securities of their place of employment) for personal gain (or for the gain of the members of their household) if they possess material non- public information about the security or the issuer. It is to be noted that insider trading also encompasses giving ‘tips’ to another person, encouraging anyone else to deal or dealing on behalf of anyone else based on other non-public ‘inside’ information. Furthermore, employees and other representatives of IFIC Bank Limited shall not make any personal investment in an enterprise (including in a public or private company that does business transactions or is a supplier or competitor of their place of employment) if the result of this investment affects or appears to affect his/her ability to make any unbiased business decisions in favor of his/her employment as thus resulting in a conflict of interest.

31. Extensions of Credit

An employee of the bank should not sanction credit facilities to their wives, children, parents and other relations or to individuals, firms or companies in which they themselves or their relations have interest as proprietor, partner, director or guarantor without prior approval of the next level of authority of the Bank in individual cases.

32. Arranging Seminar / Workshop / Training

IFIC Bank Limited frequently organizes and sponsors seminars/workshops/debates and discussions in order to promote ethics, integrity and compliance standards within the organization in specific and the financial services industry in general.

33. Automation / Digitalization of Business Process

In today’s business environment, advancements in technology and administrative functions are increasingly leading to the automation and digitalization of business processes. It is imperative that IFIC Bank Limited takes necessary steps to ensure that any such advancement does not compromise the integrity of information security and that the guiding principles of the Code of conduct are duly complied with.

34. Employee Conduct outside the Office Premises

Employees and representatives of IFIC Bank Limited shall realize that their conduct outside the workplace reflect on their place of employment and thus shall take necessary actions to ensure that the above mentioned

service conduct must encompass outside workplace activities as well so that behavior/actions do not compromise the business interests, safety and security or confidentiality of their place of employment. As such, employees shall exercise caution while interacting with outside entities so as to not be perceived negatively by the media, society or the communities in which they operate. Moreover, affiliations with certain entities which may result in conflict of interest or disclosure of confidential information are to be strictly avoided.

35. Grooming, Etiquette and Compliance with the Dress Code

IFIC Bank Limited has an official grooming standard which is suitable to the culture and values of Bangladesh. For relationship managers and other front office personnel (or sometimes even back office personnel) it is important to realize that he/she is often the first point of contact for any customer and as such his/her conduct, grooming, etiquette, proficiency and overall service quality will reflect on their place of employment. It is therefore important not only to make a great first impression, but also to continue to repeat such behavior throughout all interactions with the customers.

36. Post-Employment Activities and Responsibilities

It is probable that during the course of their employment staff members and other representatives of IFIC Bank Limited may be privy to sensitive information about the company, customers and other stakeholders and business processes which can be confidential in nature and also of proprietary nature for the particular organization. As per the Code of conduct (as well as the exit clauses of their employment contracts) employees shall act with highest standard of integrity and refrain from divulging such information.

37. Responsibilities of Ethics Committee to Uphold the Code of conduct

- a. The Board of Directors as well as the management of the organization shall be responsible for proper implementation of the Code of conduct. Also IFIC Bank Limited will update the code of conduct as per Bangladesh bank's guideline.
- b. The members of the Ethics Committee in their corporate capacity have a responsibility to promote the code of conduct effectively and lead by example in embedding the code in their everyday work. Any instance of breach of code of conduct shall be dealt with appropriate disciplinary procedure. Ethics committee shall have an annual work plan and periodically monitor their progress against the work plan.

38. Recognition & Award

While rewarding the employee, IFIC Bank takes into account not only the performance of the employee but also the way how the performance was achieved. Rewards system has been designed in a way which encourages compliance to code of conduct and highest level of integrity.

39. Disciplinary Procedures and Actions

IFIC Bank Limited has a laid down disciplinary procedure which is in compliance with local laws and ensures fair treatment to employees. IFIC Bank Limited ensures that employees disciplinary matters are judged fairly, transparently, consistently and proportionately, using appropriate processes and achieving fair outcomes. Any disciplinary actions undertaken shall take into account the gravity of the misconduct, previous records (if any) and any other extenuating or aggravating circumstances which may exist.

40. Compliance with the Code of Conduct

- a. All new employees joining at IFIC Bank Limited as well as existing employees are required to commit to the code of conduct and duly sign a statement of compliance attesting the same.
- b. At all times employees shall act in a professional and ethical way and uphold the highest standards of honesty, trust, fairness, integrity and diligence:
 - i. Consider and value the risks and implications of each employee's actions, make them accountable for works to be performed, and for the impact their actions may have on others;
 - ii. Comply with all current regulatory and legal requirements, and endeavor to follow best industry practice;
 - iii. Keep scope to adopt/incorporate with future changes in this code of conduct and in or any part/paragraph/point of this code of conduct;
 - iv. Make information reliable and appropriate, and use them with confidentiality and sensitivity;
 - v. Be alert to and manage potential conflicts of interest which may arise whilst performing their role, motivate them not act for personal gain or advantage;
 - vi. Treat all customers, colleagues and counterparties with respect and take responsibility for the advice and services provided to them;
 - vii. Senior staffs should lead by example and act as positive role models to others; and
 - viii. Continuously develop and maintain technical and professional skill and knowledge and competence of the work force; and
 - ix. Uphold the name and reputation of IFIC Bank Limited and the profession.

41. Amendments or Modifications to and Dissemination of the Code of Conduct

IFIC Bank Limited preserves all right and authority to amend the code of conduct entirely or partly as and when deems necessary. It is the responsibility of the concerned Division/Department/Branch Head to ensure proper and timely dissemination of the code of conduct amongst its employees and concerned parties and the stakeholders. This code of conduct will be available for all employees of the Bank in internal portal.

REFERENCE

IFIC Bank Code of Conduct	Circular & Guideline (C&G)		
	Name of Circular	Date	Reference No
Bangladesh Bank	Regarding the Circular of Code of Conduct for Banks & Non-Bank Financial Institutions	06-11-2017	BRPD Circular No.-16
	IFIC Bank Code of Conduct	-	Ethics/Code of Conduct of IFIC Bank Limited

Internal Circular & Guideline	IFIC Bank Spokesperson	05-10-2016	Circular from MD's Secretariat
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Annexure-1: Acknowledgement of Code of Conduct

Reference: IFIC/2017/Div./Dept./

ACKNOWLEDGEMENT OF CODE OF CONDUCT

I hereby acknowledge that I have received and read IFIC Bank Code of Conduct and that I am fully aware of its terms. I also agree to read and comply with all Process, policies, guidelines, systems and control checks adopted by IFIC Bank Limited. I understand that compliance with this Code is a condition of employment.

I understand that if I fail to comply with any of the terms of the Code of conduct or other published policies of IFIC Bank Limited or applicable laws, it will be addressed and I may be subject to disciplinary action, as management feels appropriate.

I understand that IFIC Bank Limited from time to time may issue process, policies & guidelines which also govern employee conduct. All of these other policies are incorporated by reference into this Code of Conduct.

I confirm that I will comply with all provisions of the Code of Conduct.

Signature with Date

.....

Name:

Employee ID:

Department/Branch: