

Pursuant to Article 75 paragraph 7 of the Central Bank of Montenegro Law (OGM 40/10, 46/10, 6/13 and 70/17), at its meeting held on 7 May 2021, the Audit Committee passed the following

RULES OF PROCEDURE of the Audit Committee

Article 1

These rules of procedure regulate in more detail the manner of work of the Audit Committee (hereinafter: the Committee).

Article 2

The Chairperson of the Committee shall convene the meetings of the Committee, on his/her own initiative or at the request of a Committee member, and he/she shall manage the meetings.

Article 3

A Committee meeting may be held provided that all its members are present.

By way of exception, a Committee meeting may also be held if the conditions can be provided for a member of the Committee who is not physically present to participate in the meeting via a teleconference or other telecommunication connection or to express their opinion on the issues under consideration in some other way.

Article 4

In addition to the members of the Committee, the chief internal auditor shall also attend the meetings, and other persons shall be allowed to attend the meetings upon invitation.

Article 5

The notice convening a meeting shall contain a proposal for the agenda, date, time and place of the meeting.

As a rule, the notice with materials for the meeting shall be forwarded to the members of the Committee five days prior to the meeting date.

Exceptionally, subject to the agreement of the Committee members, the notice deadline may be shorter and the agenda may be proposed at the very meeting.

Materials in hard copy that are forwarded to the Audit Committee shall be submitted in five copies.

Article 6

A Committee meeting shall begin with the adoption of the minutes from the previous Committee meeting and the establishment of the agenda.

A Committee member may make comments on the minutes from the previous meeting before their adoption and request that appropriate changes be made to them.

Article 7

As a rule, issues on the Committee meeting agenda shall be subject to general and detailed discussions.

After ending a discussion on a certain issue, the Chairperson of the Committee shall conclude the discussion and propose conclusions in the form of proposals, opinions, positions and assessments.

Article 8

The record of the Committee meetings shall be kept in the form of minutes.

The minutes shall contain the information about the Committee meeting details, especially the agenda, the names of the present Committee members and the names of persons who have participated in the meeting by invitation, the issues discussed, and the names of the participants in the discussion, and the adopted positions and conclusions with regard to specific items on the agenda.

Article 9

Draft minutes shall be forwarded to the members of the Committee together with the proposal for the agenda for the next meeting of the Committee.

After their adoption, the Chairperson and the Secretary of the Committee shall sign the minutes.

Article 10

These rules of procedure shall enter into force on the eighth day following that of their adoption.

AUDIT COMMITTEE

»I«, no. 06-211-3/2021

Podgorica, 7 May 2021

CHAIRPERSON OF THE COMMITTEE

Ruždija Tuzović