

Internal Regulations of the Risk Management Committee



Banco Sumitomo Mitsui Brasileiro S.A.

September 2023

I. Purpose

The Risk Management Committee ("SMBCB RC" or "Committee") of Banco Sumitomo Mitsui Brasileiro ("SMBCB"), in terms of Resolution CMN 4,557/17, is responsible for providing the SMBCB Directors a forum for the comprehensive supervision of the Risk Management of SMBCB. The Committee mandate has been provided by President and Vice-President Director of SMBCB.

II. Participants and Members

The Committee shall be composed of senior members from all departments of the SMBCB, as follows:

Members of Committee		
President of Committee		Director of Risks of SMBCB ("CRO")
Other Members	Voting	SMBCB President SMBCB Vice-President(s) Director(s) SMBCB CRO
	Non-Voting	Other Directors of SMBCB
Participants		
Reporter		CRO or other delegated by President of Committee
Secretary		Responsible for Financial Risk Management Area ("FRM") or whoever determined by President of Committee
Observers		Invited in accordance to requirement

III. Responsibilities

The responsibilities of the Committee include:

- Establish the operational rules for its operation, which must be approved by the Vice-President Director and/or President, formalized in written form and made available in accordance to regulatory requirement
- Make recommendations to the Vice-President Directors and/or President, at least once a year, on the following subjects:
 - Policies, strategies and limits for risk management;
 - Capital management strategies and policies;

- Stress test program;
- Business continuity management policies;
- Liquidity contingency plan;
- Capital Plan;
- Capital contingency plan.
- Evaluate the levels of risk appetite documented in the RAS, as well as the strategies for its management, considering the risks in an individual and integrated way;
- Supervise the performance and performance of the SMBCB CRO, and the evaluation of the CRO is carried out without the participation of the same in the Committee in order to ensure independent evaluation;
- Enforce compliance with the terms of the RAS;
- Analyze the structure of evaluation of people, in the context that it does not encourage behaviors incompatible with the risk management policies and the levels of risks defined in the RAS;
- Understand, in a broad and integrated way, the risks that may impact the capital and liquidity of the SMBCB;
- Understand the limitations and uncertainties regarding risk assessment, models and methodologies that are used in the risk management framework;
- Assess the adherence of risk management processes to established risk policies;
- Ensure the opportunity for regular training of the risk management unit;
- Keep records of your own deliberations and decisions; and
- Analyze and discuss the minutes, results and recommendations of the Audit Committee on matters related to risk and capital management.

Each member of the Committee has the responsibility:

- Examine the matters that are distributed to them, expressing opinions or conclusions about them;
- Participate in the discussions and votes, requesting opinions on the matter, if deemed necessary;
- Communicate to the Risk Committee, at least 2 working days in advance, the impossibility of attending the meeting, justifying their absence;
- Promote the dissemination of the risk management culture, as well as ensure that people at different institutional levels continuously understand and monitor risks.

Members of the Risk Committee will not receive additional compensation for their duties as a member of the Risk Committee.

IV. Quorum

- The President of Committee will chair all Committee meeting. In the absence of the President of Committee, another member designated by the President of Committee shall assume the respective duties;
- The Committee shall take place at least once a year;
- The members of the Committee may request the President of Committee to convene the Committee at any time. Requests for a Committee shall be examined by the SMBCB President, by SMBCB Vice-President Director or President of Committee. If such a request is considered justified, a meeting of the Committee shall be convened.;
- Committee members may participate in meetings by video or teleconference without the need for a representative or alternate to attend in their place. If a member of the Committee is unable to attend a meeting of the Committee, he shall appoint a substitute to appear in his place;
- The meetings of the Committee may be attended by non-member participants, provided that they are invited by the President of Committee;
- The quorum is constituted under the following conditions:
 - Presence President of Committee (or designated President of Committee), and;
 - Presence of SMBCB President, SMBCB Vice-President(s) Director(s) .

V. Assignment

The Committee serves the purpose of communication and deliberation. The deliberation of any matter will be approved based on the majority of the votes. In the event of a tie, the President of Committee shall cast the decisive vote.

The condition of quorum to hold a vote is the same condition of quorum to constitute the Committee.

VI. Secretary and Register

- The function of Secretary, or any person designated by the Secretary of the Committee, shall assist in the handling of the administrative affairs of the Committee ;
- The President of Committee shall determine the agenda for the meeting of the Committee;
- The members of the Committee may propose matters for inclusion on the agenda of the meeting of the Committee;
- The agendas and materials of the meetings shall be prepared prior to the meetings of the Committee and distributed to the members of the Committee prior to the meetings ;
- The Secretariat shall document and maintain records of Committee meetings, action plans, and other decisions or requests;
- The minutes of the Committee shall be approved by the members of the Committee;
- The Secretariat shall maintain an archive of the materials and minutes of the meetings of the Committee.

VII. Report

- It is up to the President of Committee to report issues via e-mail and meetings, when he deems it necessary;
- The Committee may address any matter within the responsibilities of the Committee to the SMBCB Board of Directors;
- The Committee reports directly to the SMBCB President and the SMBCB Vice President Director.