



**List of tools (hedging tools) used to prevent foreign exchange risk, as well as a brief explanation of these tools (31.12.2022)**

The Bank uses options to mitigate external risks. These are options on XAU / AZN and USD / AZN. An option is a derivative financial instrument that expresses the right to buy or sell a certain underlying asset at a pre-agreed price on a specified date. It is the purchase and sale of a contract that gives the right to buy or sell certain financial instruments (securities) at a predetermined price within a certain period of time.