

ANTI-MONEY LAUNDERING (AML) AND KNOW YOUR CUSTOMER (KYC) POLICY

Objectives

Fano Labs Limited (the "Company") and its subsidiaries (collectively the "Group") is dedicated to prevent and detect money laundering, terrorist financing, and other illicit activities, ensuring compliance with legal and regulatory requirements. All our project companies, associates, suppliers and business partners are encouraged to make reference to the principles of this policy where applicable.

Commitment

The Group is committed to maintaining the highest standards of Anti-Money Laundering (AML) and Know Your Customer (KYC) compliance while integrating ESG principles into its decision making process. This policy reflects the Group's dedication to responsible and ethical business practices.

Customer Due Diligence (CDD)

The Group shall conduct appropriate due diligence to understand its customer, their businesses, and their sources of wealth or funds. Risk assessment will be determined with each customer by considering the following factors:

- ☐ Customer's location
- ☐ Nature of their business
- ☐ Transaction Amount
- ☐ Other relevant risk indicators (if applicable)

Customer Due Diligence Form will be used to document the customer due diligence.

Monitoring and Reporting

Any report of suspicious activities that may relate to money laundering or other illegal activities will be treated seriously by the Group and will be investigated thoroughly and confidentially.

Employees who engages any act or conduct of money laundering or other illegal activities will be subject to disciplinary proceedings.

Regular Review

The Company will review the policy from time to time or as circumstances arise.