

OTP EUR Short Bond Fund

Introduction (A series)

Name:	OTP EUR Short Bond Fund
Kind, type:	open-ended, public, bond
Name of fund manager:	OTP Fund Management
Start of the fund:	12/13/2001
Benchmark:	80% ICE BofaML 0-1Y All Euro Gov + 20% ICE BofaML 1-3Y All Euro Gov
ISIN	HU0000702162
Bloomberg	OTPEURB HB Equity

Portfolio managers



István Tóth
Senior portfolio manager



Katalin Dóra
Tombácz
Portfolio manager



Investment policy

The fund provides a short-medium term investment opportunity in short term EUR government securities and other fixed income assets with minimal risk.

Monthly statement

Macro environment:

In the euro area, the beginning of the month was characterised by a wait-and-see mood, due to the uncertainties surrounding the German elections. While in all cases more fiscal easing was expected from the new German government, the composition and majority of the new government will determine whether the long-standing debt ceiling can be changed by the new government and thus whether this will have a significant impact on long yields. As in the US, a rally was driven by ongoing unwind of term premia, but the previous 3 and a half cut pricing until the end of the month remained, which suggests that the market will continue to price in a base rate below 2% by the end of 2025. This was supported by mild inflation data at the country level. By the end of the month, there was also talk of a change in the debt ceiling before the new German Bundestag forms, as the current composition of the government gives it the 2/3 majority to pass it. Europe has come under considerable pressure from the US to spend more on defence. A potential peace in Ukraine could alleviate the inflationary pressures through lower gas prices, but it is difficult to measure the impact due to the unpredictability of the process. 10-year government bond yields fell by 10 basis points during the month.

Changes to the fund:

Throughout the month we actively reinvested and increased our holdings in European Commercial Papers, otherwise we have kept the duration of the portfolio mostly unchanged.

Net asset value & price

	Currency	Amount
Net Asset Value*	EUR	953 602 470
Price**	EUR	0,014950

*Total net asset value of the different investment fund series.

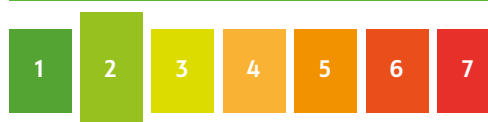
**Net asset value per unit.

Annualized past performances

Annual returns*	1Y	3Y	5Y	10Y	From launch
Fund	3,91%	2,62%	1,21%	0,39%	1,75%
Benchmark	3,68%	1,76%	0,85%	0,28%	1,43%
Relative return	0,24%	0,86%	0,36%	0,11%	0,32%

*Net returns based on net asset value. For periods longer than 1 year, net returns are annualized (compound interest, 1 year = 365 days).

Risk level:



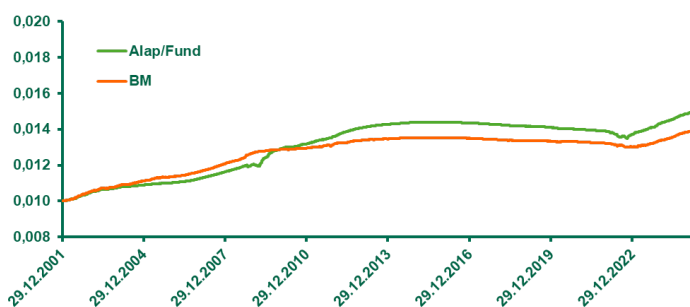
Recommended investment time frame: 1 years

Risk indicators

Risk indicators	1Y	3Y	5Y	10Y	From launch
Deviation	0,36%	0,69%	0,57%	0,41%	0,52%
Max. drawdown	-0,10%	-2,55%	-4,26%	-6,29%	-6,29%

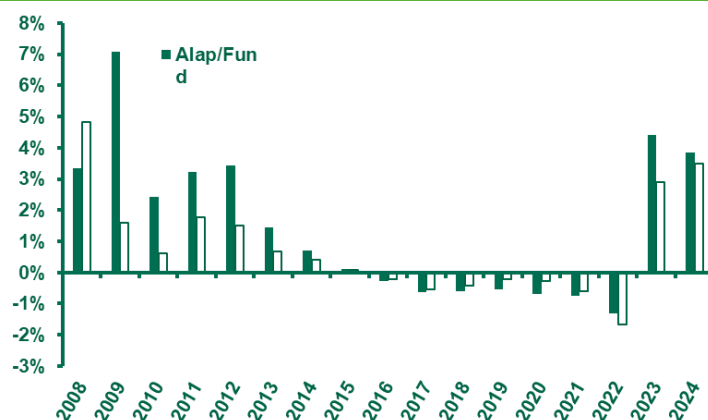
OTP EUR Short Bond Fund

Performance chart



The chart shows the periode: from launch to last banking day of the month.

Calendar years performance



Total net risk exposure*

100,26%

*Risk indicator involving risk of derivative transactions. Figures above 100 indicate leverage, therefore the rate of the fund may vary beyond the market.

Asset composition

Asset	Ratio
Deposits	0,0%
T-bills	0,0%
Government bonds	45,7%
Mortgage bonds	0,0%
Other bonds	35,1%
Equities	0,0%
Investment fund units	0,0%
Other	19,1%

Effective duration

Effective duration	0,76
--------------------	------

Distribution

Distributor	OTP Bank Nyrt.
Distributing partners	UniCredit Bank Hungary Zrt., Concorde Értékpapír Zrt., Raiffeisen Bank Zrt., SPB Befektetési Zrt.

Disclaimer

This document is a marketing issue. Past performances don't guarantee future performances. Calculations of past performances, returns, risk indicators, net asset value, price and composition of portfolio are based on the last banking day of the month. Sources of past performances: Bloomberg (benchmark) and OTP Alapkezelő (funds). No information, opinions or data in this document constitute either investment advice or contract proposal. For detailed information on the fund's investment policy and potential investment risks, please see the key information documents, official prospectus, and fund rules available at the fund's distribution place. Expenses related to the marketing of the investment fund (purchasing, holding, selling) are available in the fund rules and at the distribution sites. Website: otpalap.hu