

# OTP Treasures of Earth Total Return Derivative Fund

## Introduction (A series)

Name:	OTP Treasures of Earth Total Return Derivative Fund
Kind, type:	open-ended, public, commodity, total return
Name of fund manager:	OTP Fund Management
Start of the fund:	02/04/2009
ISIN	HU00000707633
Bloomberg	OTPTECA HB Equity

## Portfolio managers



Ferenc Hosszú  
Investment director



Zsolt Kovács  
Portfolio manager



## Prizes



## Investment policy

The Fund is an actively managed commodity fund. It aims to find undervalued and niche segments in the commodities space. The fund manager trades crude oil, natural gas, precious metals, PGMs, agricultural products, industrial metals in both long and short directions and also invests in commodity-linked companies (e.g. companies aim to reduce their carbon emission, mining, commodity trading and green energy companies, etc.). The Fund often takes large positions in the most liquid and tradeable instruments with altogether maximum 2 times leverage in commodities and with keeping the average risk exposure around 150%. Given the high volatility and extreme moves on the commodity markets, the fund manager believes that very active trading and sometimes a contrarian approach can lead to positive returns. Investment decisions are based on a mixture of fundamental and technical tools.

## Monthly story

### Macro environment:

In March, commodity market movements were mainly influenced by fears of a tariff war and changes in the global economic growth outlook. Oil prices at the beginning of the month fell to near the lows seen last year on growth concerns over tariffs and OPEC+ production increases due from April. However, news of fresh sanctions on Venezuela and Iran later drove prices higher. Natural gas prices initially surged on strong US residential demand and LNG exports, but then a marked easing in weather corrected prices. Copper prices rose sharply, partly on speculation over US import tariffs and partly on signs of a stabilising Chinese economy. In the precious metals market, a weakening dollar and a sell-off in the equity market also sent gold to new highs. Although speculative positions seem stretched, ETF inflows continue to support the rally. The catch up in silver to gold was supported by both the demand for industrial and precious metals, as well as the forecasted physical deficit for the year. Grain markets have been negatively affected by tariff measures, especially maize due to Canada's involvement. A significant portion of speculative long positions were unwound as the market began to price in a significant expansion in seed area. Wheat prices fell to a seven-month low on improving weather and expanding Black Sea export capacity, while for cocoa, favourable weather in West Africa improved the supply outlook. Although an oversupply is expected this season, low farm investment, limited acreage expansion and climate uncertainties pose risks.

### Changes in the fund:

In oil, we reduced our long exposure at the start of the month and bet on a fall in prices in the short term. However, the price of around USD 65 per barrel proved to be a strong resistance and we took buy positions at these levels and held them until the end of the month. Short positions in natural gas were closed at the beginning of the month due to increased volatility and we only made small bets on prices to fall during the rest of the month. In precious metals, we maintained long positions throughout the month, while in copper we speculated on a correction with short-term short positions. Finally, in cocoa we also held a long position with low exposure throughout the month.

## Net asset value & price

	Currency	Amount
Net Asset Value*	HUF	91 067 587 658
Price**	HUF	3,922949

\*Total net asset value of the different investment fund series.  
\*\*Net asset value per unit.

## Risk level:



Recommended investment time frame: 5 years

OTP Treasures of Earth Total Return Derivative Fund

Annualized past performances

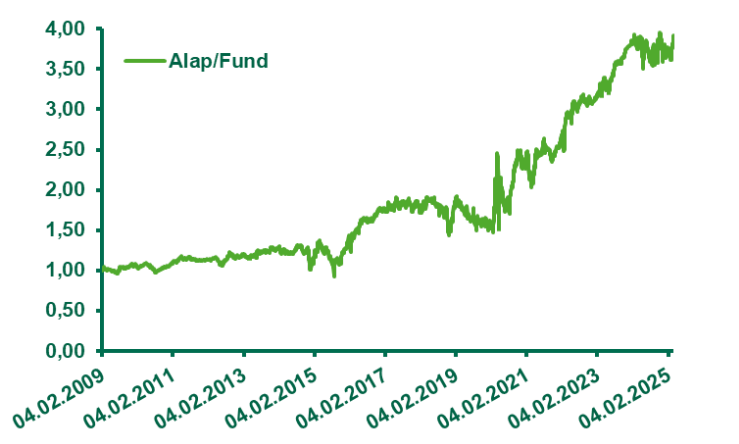
Annual returns*	1Y	3Y	5Y	10Y	From launch
Fund	3,85%	9,77%	12,61%	11,02%	8,83%

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

Risk indicators

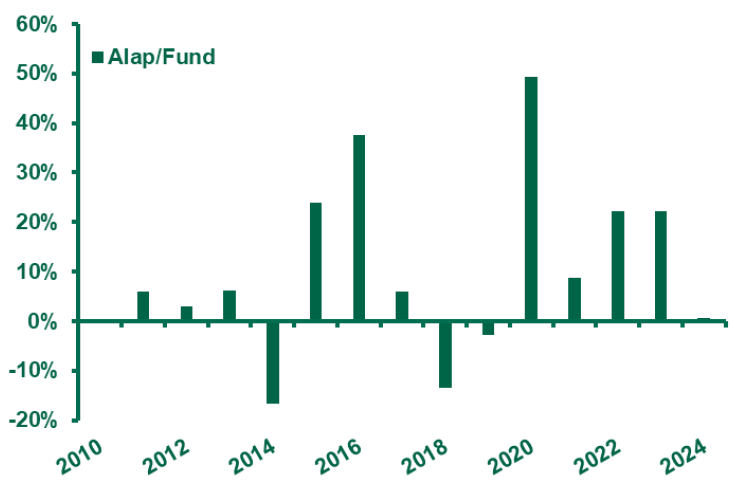
Risk indicators	1Y	3Y	5Y	10Y	From launch
Deviation	17,79%	13,11%	22,54%	22,34%	18,98%
Sharpe	-0,13	0,06	0,31	0,36	0,26
Max. drawdown	-10,34%	-10,91%	-37,95%	-37,95%	-37,95%

Performance chart



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

Calendar years performance



Monthly performance

Év\Hó Y\M	1	2	3	4	5	6	7	8	9	10	11	12	Éves Annual
2025	-3,34%	-2,11%	8,66%										
2024	1,19%	1,56%	-2,98%	2,93%	-3,92%	1,72%	-3,25%	-0,59%	-0,34%	2,99%	1,95%	-0,25%	0,70%
2023	2,66%	2,91%	0,55%	2,02%	-4,36%	4,94%	4,63%	2,21%	-0,53%	1,37%	2,95%	1,17%	22,16%
2022	5,74%	-6,56%	18,29%	-0,70%	3,53%	-0,38%	1,97%	0,78%	0,37%	-1,96%	1,02%	-0,06%	22,23%
2021	1,46%	-8,17%	-4,85%	10,24%	6,35%	1,39%	6,20%	-3,63%	-1,35%	-3,50%	2,95%	2,87%	8,74%
2020	-0,20%	3,83%	33,77%	-1,70%	-7,32%	-9,46%	4,05%	9,60%	12,36%	6,94%	-1,60%	-3,15%	49,30%
2019	15,30%	-1,54%	-0,07%	-4,47%	-2,24%	-2,74%	1,90%	-6,95%	0,75%	-1,41%	-0,51%	0,63%	-2,84%
2018	-5,16%	3,82%	-3,44%	6,40%	-0,23%	-1,87%	-0,68%	-1,46%	-5,48%	3,41%	-15,97%	8,78%	-13,39%
2017	0,29%	-1,99%	3,57%	1,26%	5,26%	-4,54%	1,70%	-1,31%	2,50%	-4,15%	0,90%	2,75%	5,90%
2016	12,97%	0,96%	0,83%	2,79%	7,93%	1,43%	-2,13%	-0,37%	1,01%	4,82%	2,25%	0,71%	37,58%
2015	11,97%	8,59%	10,25%	-10,22%	1,85%	-2,76%	-9,35%	1,82%	0,04%	-4,01%	12,79%	4,00%	23,94%

Total net risk exposure\*

219,40%
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\*Risk indicator involving risk of derivative transactions. Figures above 100 indicate leverage, therefore the rate of the fund may vary beyond the market.

Assets above 10%

None

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## Asset composition

Asset	Ratio
Deposits	72,2%
T-bills	9,0%
Government bonds	0,0%
Mortgage bonds	0,0%
Other bonds	1,2%
Equities	0,2%
Investment fund units	2,6%
Other	14,9%

## Country composition

Country	Ratio
Cash	81,35%
Hungary	17,45%
Fund/ETF	0,75%
Romania	0,34%
Canada	0,10%
Russia	0,01%

## Portfolio

Positions above 10% of the NAV
SILVER LONG, GOLD LONG, WTI CRUDE OIL LONG
Positions above 50% of the NAV
OTP Bank time deposit
Positions above 100% of the NAV
None

## Factor short/long positions

Factor	Ratio
Commodity Future	121,75%
Financials	10,19%
Real Estate	2,55%
Materials	0,10%
Energy	0,01%
Negative=short, positive=long	

## Currency short/long positions

Currency	Ratio
Euro	3,64%
Canadian Dollar	0,14%
Russian Ruble	0,02%
British Pound Sterling	0,00%
US Dollar	-1,77%
Hungarian Forint	-2,03%

Negative=short, positive=long

## Distribution

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

## 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](http://otpalap.hu)