

OTP Western European Equity Fund

Introduction (A series)

Name:	OTP Western European Equity Fund
Kind, type:	open-ended, public, equity
Name of fund manager:	OTP Fund Management
Start of the fund:	12/29/2021
Benchmark:	90% MSCI EMU LC + 10% ICE BoFA 0-1 Year EUR Gov
ISIN	HU0000729025
Bloomberg	OTWSREA HB Equity

Portfolio managers



Attila Gajdács
Portfolio manager



Zoltán Halas
Investment director



Ágnes Czakó
Senior portfolio manager

Investment policy

The fund provides an investment opportunity to benefit from the performance of the Western European Equity markets. The portfolio manager invests mainly in the European Monetary and Economic Union (primarily France, Germany, The Netherlands, Spain, Italy, Finland, Belgium, Ireland). The targeted average equity exposure is 90%.

Monthly statement

The ECB has cut interest rates, reaching 3%, leaving the door open for further rate cuts in the coming year. They are currently planning with optimistic growth figures for 2025, with further easing inflation. Economic analysts' forecasts typically predict smaller growth, not least because the authorized coalitions in Germany and France have proven unable to govern, leading to new elections in Germany and the formation of a new government in France after the president appointed a new prime minister for the third time in 2024. Real wage growth was observed last year and is expected again next year. Wage increases generally translate into higher consumption with a delay, which could occur next year when European households could boost the economy with their consumption. The IFO index painted a rather negative picture of short-term economic prospects in Germany. Expected tax cuts, deregulation, and potential tariffs in the US could significantly disadvantage the German automotive industry, which represents the largest share of German exports to the US. Thus, the German economy is closing its second consecutive year without growth this year, and even in the best-case scenario, we can expect a slow recovery in the near future. The Fund's total equity exposure stands at 92.5%.

Net asset value & price

	Currency	Amount
Net Asset Value*	Ft	11,847,094,190
Price**	Ft	1.146363

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

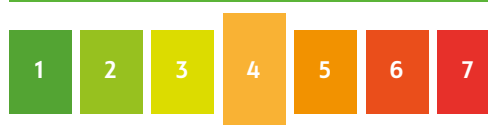
**Net asset value per unit.

Annualized past performances

Annual returns*	1Y	3Y	5Y	10Y	From launch
Fund	14.65%	4.85%	n.a	n.a	4.85%
Benchmark	13.67%	6.33%	n.a	n.a	6.32%
Relative return	0.97%	-1.48%	n.a	n.a	-1.47%

*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:



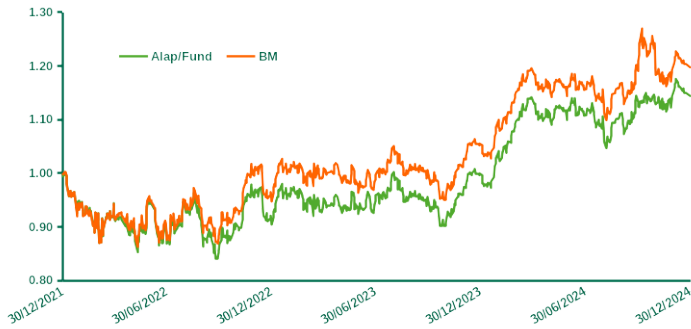
Recommended investment time frame: 5 years

Risk indicators

Risk indicators	1Y	3Y	5Y	10Y	From launch
Deviation	12.02%	16.84%	n.a	n.a	16.84%
Tracking error	1.38%	2.33%	n.a	n.a	2.33%
Information ratio	0.71	-0.63	n.a	n.a	-0.63
Beta	1.0313	1.0278	n.a	n.a	1.0278
Alfa	0.66%	-1.60%	n.a	n.a	-1.60%
Max. drawdown	-8.33%	-15.88%	n.a	n.a	-15.90%

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Performance chart



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

Total net risk exposure*

100.10%

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

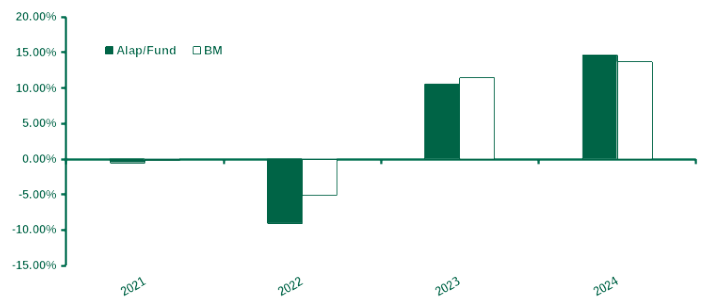
Currency composition

Currency	Ratio
Euro	97.43%
Swiss Franc	1.57%
Hungarian Forint	0.53%
US Dollar	0.44%
British Pound Sterling	0.02%

Industry composition

Industry	Ratio
Financials	21.65%
Industrials	17.11%
Information Technology	15.19%
Consumer Discretionary	12.48%
Cash	7.23%
Health Care	6.67%
Consumer Staples	5.43%
Utilities	4.81%
Communication Services	3.27%
Other	6.17%

Calendar years performance



Assets above 10%

None

Country composition

Country	Ratio
France	30.91%
Germany	26.23%
Netherlands	14.21%
Spain	9.14%
Italy	7.88%
Cash	7.23%
Belgium	2.25%
Finland	1.62%
United States	0.43%
Other	0.11%

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Distribution

Distributor	OTP Bank Nyrt.
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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