

## **Disclosure of information pursuant to Article 11 (11) of REGULATION (EU) No 648/2012 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 4 July 2012 on OTC derivatives, central counterparties and trade repositories**

### **Background**

Pursuant to Article 11 (3) of REGULATION (EU) No 648/2012 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 4 July 2012 on OTC derivatives, central counterparties and trade repositories (EMIR Regulation) – inter alia – financial counterparties shall have risk-management procedures that require the exchange of collateral with respect to OTC derivative contracts. Pursuant to Article 11 (6) of the EMIR Regulation financial counterparties, which are part of the same group and which are established in different Member States, shall be exempt from this requirement on the basis of the positive decision of both relevant competent authorities. Pursuant to Article 11 (11) of the EMIR Regulation and Article 20 of COMMISSION DELEGATED REGULATION (EU) No 149/2013 of 19 December 2012 supplementing Regulation (EU) No 648/2012 of the European Parliament and of the Council with regard to regulatory technical standards on indirect clearing arrangements, the clearing obligation, the public register, access to a trading venue, non-financial counterparties, and risk mitigation techniques for OTC derivatives contracts not cleared by a CCP, the following information on intragroup exemption **shall be disclosed publicly**.

### **Legal counterparties**

**The Hungarian National Bank** fully exempted in its permission dated 31 August 2017 with No. **H-KE-III-500/2017 OTP Bank Plc.** (registered seat: H-1051, Budapest, Nádor utca 16., registration Nr.: Cg. 01-10-041585 registered by the Registry Court of the Metropolitan Court, LEI-identifier: 529900W3MOO00A18X956) from the obligation to develop risk-mitigation techniques for the exchange of collateral with respect to OTC derivative transactions entered into between **DSK Bank EAD** (registered seat: 19, Moskovska Str. 1036 Sofia, Bulgaria, LEI-identifier: 529900GEH0DAUTAXUA94) and **OTP Bank Plc.**, entered into between **OTP Banka Slovensko** (registered seat: Stúrova 5. 81354, Bratislava, Slovakia, LEI-identifier: 3157002000000001341) and **OTP Bank Plc.** and entered into between **OTP Bank Romania** (registered seat: Strada Buzesti, Nr. 66-68, Cod 011017, Bucuresti, Romania, LEI-identifier: 5299003TM0P7W8DNUF61) and **OTP Bank Plc.**, as financial counterparties belonging to the same group.

### **Relationship between the counterparties**

DSK Bank EAD, OTP Banka Slovensko and OTP Bank Romania are **fully consolidated affiliates of OTP Bank Plc.** Further information in respect of the relationship between the counterparties may be found – inter alia – in the annual report of OTP Bank Plc.

### **Type of exemption**

This exemption relates to the OTC derivative transactions, which were set out in the related application of OTP Bank Plc. and which are **fully exempted** in the same scope in the related permission of the Hungarian National Bank and which are entered into between OTP Bank Plc. and DSK Bank EAD, between OTP Bank Plc. and OTP Banka Slovensko and between OTP Bank Plc. and OTP Bank Romania, as financial counterparties belonging to the same group, from the obligation set out in Article 11 (3) of the EMIR Regulation to develop risk-mitigation techniques for the exchange of collateral with respect to the OTC derivative transactions.

### **Notional aggregate amount of the OTC derivative contracts**

The intragroup exemption **does not place a limit** on the notional amount of the OTC derivative contracts, concerned. The list, set out below, contains the estimated volume of OTC derivative transactions between the counterparties per year; with the understanding that this is only an estimate and the actual notional may differ.

<b>Counterparties</b>	<b>Notional aggregate amount of OTC derivative contracts per year (gross amount in million euros)</b>
OTP Bank Plc. - DSK Bank EAD	54 320
OTP Bank Plc. - OTP Banka Slovensko	20 050
OTP Bank Plc. - OTP Bank Romania	20 060