



OTP Bank Group

Market: Hungary

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Category: Market Announcements

Rescheduling of the SDR penalty mechanism by KELER

KELER, the Hungarian Central Securities Depository (CSD) - in consultation with the Central Bank of Hungary, as the competent national authority - will start applying the CSDR cash penalties on the settlement fails in its own securities settlement system from May 2, 2022. This step means three months delay to the original application date.

KELER will collect and distribute penalties in June 2022 on the failed settlement instructions with penalty detection date of May 2, 2022 or greater date.

At the same time KELER's foreign custodians (KDPW and SIX SIS) will report penalties to KELER from 1 February 2022, based on their own calculations or reports from other CSDs covered by the CSDR.

Therefore, KELER will report the penalties due in the systems of the relevant foreign CSDs due to the so-called cross-border settlement orders to KELER and collect and distribute the penalties.

Impact: For information only

Required actions: No action required from clients

Source: KELER

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