

# OTP Planete Emerging Market Equity Fund of Funds

## Introduction (A series)

Name:	OTP Planete Emerging Market Equity Fund of Funds
Kind, type:	opem-ended, public, equity
Name of fund manager:	OTP Fund Management
Start of the fund:	07/04/2007
Benchmark:	5% RMAX + 95% MSCI Emerging Net Total Return USD
ISIN	HU0000705579
Bloomberg	OTPEMEA HB Equity

## Portfolio managers



Levente Boér,  
CFA  
Investment  
director



## Investment policy

The Fund aims to generate outperformance compared to a global emerging market equity index in the recommended minimum holding period. It invests in global emerging market equities through global and regional funds, equity index swaps and individual stocks and bonds. The core of the fund consists of cost efficient index swaps, actively managed funds with regional focus and a 30% portion of individually selected equities. The equity exposure is typically between 90%-100% depending on the number of attractively priced companies and the level of the fund manager's conviction. The Fund price is reported in Hungarian Forint but the underlying currency exposure is matching the various currencies of the emerging market universe. The fund has new investment strategy from 2011.

## Monthly statement

### Macro environment:

October was a favorable month for stock markets. The positive mood driven by the artificial intelligence ecosystem continued. Market turmoil was caused by mutual threats ahead of the US-China meeting (restrictions on rare earth exports by China, repeated tariff increases by the US), However, as has been the case so far this year, the parties pulled back from the brink of a "clash" and agreed on a further one-year trade truce, which calmed the markets once again. The Fed continued its series of interest rate cuts, but this was expected by the market and therefore had no particular impact. The MSCI Emerging Market Index, which represents emerging market assets, rose 4.18% in dollar terms, and as the dollar also strengthened against the forint during the month, this represented a 4.99% increase in domestic currency terms. Among the larger markets, South Korea (+24.13%) stood out, with major semiconductor suppliers (Samsung, Hynix) joining the ranks of AI winners. The Taiwanese stock market also rose significantly (+11.43%). The Chinese market closed the month down (-2.42%) due to tensions over negotiations and the relative lack of events at the party congress. The Indian (+5.26%) and Indonesian (+5.42%) stock exchanges also rose, but South American markets performed more modestly: Brazil (+1.44%) rose slightly, while Mexico (-0.26%) fell slightly.

### Changes in the Fund:

The Fund managed to increase its exchange rate during the month, while Taiwanese and, to a lesser extent, Korean underweighting had a negative impact on relative performance. During the period, we made several changes among the underlying Asian funds and increased the weight of the Indian market. In addition, we purchased shares in a Hong Kong brokerage firm and increased the Fund's overall equity exposure, which started November with a 97% equity weighting.

## Net asset value & price

	Currency	Amount
Net Asset Value*	HUF	19 626 371 040
Price**	HUF	2,479221

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

\*\*Net asset value per unit.

## Risk level:



Recommended investment time frame: 5 years

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## Annualized past performances

Annual returns*	1Y	3Y	5Y	10Y	From launch**
Fund	10,75%	15,10%	6,62%	7,52%	6,02%
Benchmark	13,73%	12,84%	8,72%	9,32%	7,08%
Relative return	-2,98%	2,26%	-2,10%	-1,80%	-1,07%

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

\*\* From the new strategy.

## Performance chart



The chart shows the periode: from the new strategy (03.01.2011) to last banking day of the month.

## Total net risk exposure\*

162,06%

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

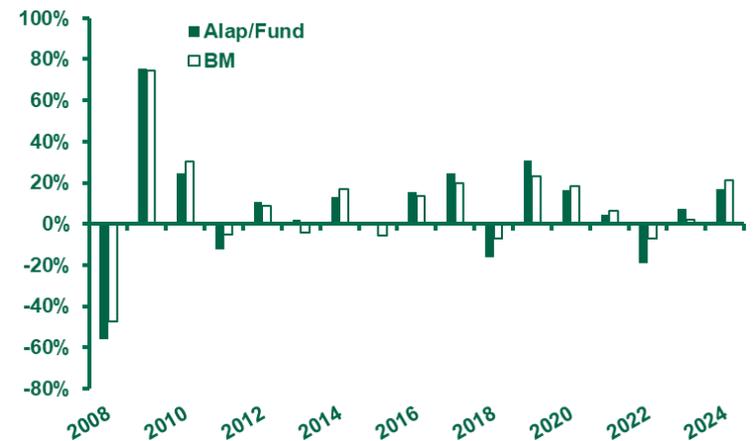
## Currency composition

Currency	Ratio
Hong Kong Dollar	15,96%
Euro	13,45%
US Dollar	12,33%
Indian Rupee	9,27%
New Taiwan Dollar	8,40%
Korean Won	6,60%
Brazilian Real	5,27%
Chinese Yuan	4,65%
Turkish Lira	3,19%
Other	20,88%

## Risk indicators

Risk indicators	1Y	3Y	5Y	10Y	From launch**
Deviation	14,21%	13,97%	16,01%	16,87%	16,94%
Tracking error	8,00%	6,80%	8,11%	7,21%	7,06%
Information ratio	-0,37	0,33	-0,26	-0,25	-0,15
Beta	0,8255	0,8463	0,8997	0,9868	0,9800
Alfa	-1,56%	2,86%	-1,85%	-1,72%	-1,00%
Max. drawdown	-16,40%	-16,40%	-31,64%	-37,70%	-59,92%

## Calendar years performance



## Assets above 10%

None

## Country composition

Country	Ratio
Fund/ETF	53,02%
United States	8,10%
Cash	5,43%
Hungary	4,09%
Brazil	3,14%
China International	3,09%
Turkey	2,98%
Romania	2,64%
India	2,57%
Other	14,95%

## OTP Planete Emerging Market Equity Fund of Funds

### Industry composition

Industry	Ratio
Consumer Discretionary	7,81%
Financials	6,55%
Cash	5,43%
Industrials	3,26%
Information Technology	1,76%
Energy	0,99%
Real Estate	0,89%
Consumer Staples	0,75%
Communication Services	0,57%
Other	72,00%

### Distribution

Distributor	OTP Bank Nyrt.
Distributing partners	Concorde Értékpapír Zrt., Erste Befektetési Zrt., MBH Bank Nyrt., MBH Befektetési Bank Zrt., SPB Befektetési Zrt., Unicredit Bank Hungary 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](http://otpalap.hu)