



**Prospectus**

**and**

**Fund Management Policy of the**

**OTP Multi-Asset Conservative Fund of**

**Funds**

Budapest, December 2025.

*Supervisory authorisation number of the Fund: H-KE-III-424/2022.*

*Date: 20.07.2022.*

*Effective from: 19.01.2026.*

## CONTENTS

### PROSPECTUS

1.	BASIC DETAILS OF THE INVESTMENT FUND.....	6
2.	RESOLUTIONS RELATING TO THE FUND.....	7
3.	RISK PROFILE OF THE FUND.....	8
4.	ACCESS TO INFORMATION PROVIDED TO INVESTORS .....	11
5.	TAXATION INFORMATION .....	11
6.	OFFERING OF FUND UNITS .....	14
7.	INFORMATION RELATING TO THE FUND MANAGER .....	14
8.	INFORMATION CONCERNING THE DEPOSITARY .....	16
9.	INFORMATION CONCERNING THE AUDITOR.....	17
10.	INFORMATION CONCERNING THE ADVISERS WHO GIVE ADVICE UNDER CONTRACT WHICH IS PAID FOR OUT OF THE ASSETS OF THE FUND.....	18
11.	INFORMATION CONCERNING THE DISTRIBUTORS .....	18
12.	INFORMATION CONCERNING THE REAL ESTATE APPRAISER.....	19
13.	OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....	19
14.	STATEMENT .....	19
1.	BASIC DETAILS OF THE FUND .....	21
2.	OTHER BASIC INFORMATION ON THE FUND.....	22
3.	LIST OF REGULATIONS ON INVESTMENT FUND MANAGEMENT, ON THE OFFERING AND DISTRIBUTION OF FUND UNITS, AND OF THE LAWS GOVERNING THE RELATIONSHIP BETWEEN THE FUND AND THE INVESTORS.....	22
4.	A DESCRIPTION OF THE MAIN LEGAL IMPLICATIONS OF THE INVESTMENT, INCLUDING INFORMATION ON JURISDICTION AND ON THE APPLICABLE LAW .....	23
5.	ISIN CODE OF THE FUND UNITS .....	24
6.	NOMINAL VALUE OF THE FUND UNITS .....	24
7.	CURRENCY OF THE FUND UNITS .....	24
8.	MODE OF PRODUCTION OF THE FUND UNITS, INFORMATION RELATING TO ISSUE AND MARKETING .....	24
9.	MEANS OF PROOF AND REGISTRATION OF OWNERSHIP OF THE FUND UNITS.....	24

<b>10.</b>	<b>RIGHTS OF INVESTORS EMBODIED IN THE FUND UNITS.....</b>	<b>25</b>
<b>11.</b>	<b>DESCRIPTION OF THE FUND'S INVESTMENT OBJECTIVE AND SPECIALISATION, INCLUDING ITS FINANCIAL OBJECTIVES .....</b>	<b>25</b>
<b>12.</b>	<b>INVESTMENT STRATEGY, INVESTMENT TECHNIQUES TO IMPLEMENT THE FUND'S OBJECTIVES.....</b>	<b>26</b>
<b>13.</b>	<b>CATEGORIES OF ASSETS IN WHICH THE FUND IS AUTHORISED TO INVEST, WITH AN INDICATION WHETHER THE FUND IS AUTHORISED TO CONDUCT TRANSACTIONS IN FINANCIAL DERIVATIVE INSTRUMENTS.....</b>	<b>26</b>
<b>14.</b>	<b>HIGHEST AND LOWEST SHARE OF SPECIFIC ASSETS AUTHORISED IN A PORTFOLIO, OR THE PROPOSED SHARE THEREOF .....</b>	<b>27</b>
	<b>TARGET RATIOS PLANNED TO BE APPLIED BY THE FUND, EXPRESSED AS A PERCENTAGE OF NET ASSET VALUE .....</b>	<b>28</b>
	<b>PLANNED MINIMUM .....</b>	<b>28</b>
	<b>PLANNED MAXIMUM .....</b>	<b>28</b>
<b>15.</b>	<b>DESCRIPTION OF ANY LIMITATIONS ON THE INVESTMENT POLICY AND AN INDICATION OF ANY TECHNIQUES AND INSTRUMENTS OR BORROWING POWERS WHICH MAY BE USED IN THE MANAGEMENT OF THE FUND, INCLUDING AGREEMENTS FOR THE USE, LIMITATION, REUSE OF GUARANTEES AND ASSETS AND THE MAXIMUM LEVEL OF LEVERAGE THAT MAY BE USED .....</b>	<b>28</b>
<b>16.</b>	<b>CURRENCY IN WHICH THE PORTFOLIO EXPOSURE IS DENOMINATED .....</b>	<b>31</b>
<b>17.</b>	<b>DESCRIPTION OF THE INVESTMENT POLICY ENSURING THE PROTECTION OF CAPITAL AND YIELDS AND THE UNDERLYING TRANSACTIONS ENVISAGED .....</b>	<b>31</b>
<b>18.</b>	<b>BORROWING POLICIES .....</b>	<b>31</b>
<b>19.</b>	<b>THE STATES, LOCAL AUTHORITIES OR PUBLIC INTERNATIONAL BODIES ISSUING OR GUARANTEEING SECURITIES IN THE SECURITIES OF WHICH THE FUND INTENDS TO INVEST MORE THAN 35 PERCENT OF ITS ASSETS....</b>	<b>31</b>
<b>20.</b>	<b>DESCRIPTION OF THE REPLICATED INDEX AND THE MAXIMUM LEVEL OF DEVIATION FROM THE INDEX-WEIGHTED AVERAGE OF SECURITIES .....</b>	<b>31</b>
<b>21.</b>	<b>THE INVESTMENT POLICY OF THE INVESTMENT FUND IN WHICH AN INVESTMENT FUND INVESTING IN OTHER INVESTMENT FUNDS PLANS TO INVEST MORE THAN 20 PERCENT OF ITS ASSETS .....</b>	<b>31</b>
<b>22.</b>	<b>DESCRIPTION OF THE TARGET UCITS AND ITS INVESTMENT COMPARTMENT, DESCRIPTION OF THE MASTER AIF, INFORMATION ON WHERE ANY MASTER AIF IS ESTABLISHED .....</b>	<b>31</b>
<b>23.</b>	<b>OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....</b>	<b>32</b>
<b>24.</b>	<b>INFORMATION RELATED TO DERIVATIVE TRANSACTIONS .....</b>	<b>32</b>
<b>25.</b>	<b>SPECIAL PROVISIONS RELATING TO REAL ESTATE AND MIXED FUNDS.....</b>	<b>33</b>
<b>26.</b>	<b>DESCRIPTION OF RISK FACTORS.....</b>	<b>33</b>

27.	METHOD OF CALCULATION OF THE NET ASSET VALUE, PLACE AND DATE OF PUBLICATION, PROCEDURE IN THE CASE OF ANY ERROR IN THE CALCULATION OF THE NET ASSET VALUE.....	35
28.	VALUATION OF ASSETS IN THE PORTFOLIO, A DESCRIPTION OF THE VALUATION PROCEDURE AND OF THE PRICING METHODOLOGY FOR VALUING ASSETS .....	36
29.	VALUATION OF DERIVATIVE TRANSACTIONS .....	40
30.	OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....	40
31.	CONDITIONS AND RULES CONCERNING THE ASSESSMENT AND PAYMENT OF DIVIDENDS .....	41
32.	DISTRIBUTION DATES .....	41
33.	OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....	41
34.	REFERENCE TO ANY PLEDGE TO PROTECT THE CAPITAL INVESTED AND TO GUARANTEE EARNINGS.....	41
35.	OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....	41
36.	FEES AND EXPENSES CHARGEABLE TO THE FUND, AND THE WAY OF CHARGING THEM TO THE FUND .....	42
37.	POSSIBLE EXPENSES OR FEES CHARGED TO THE FUND AND THE INVESTORS.....	43
38.	IF THE INVESTMENT FUND INVESTS 20 PER CENT OR MORE OF ITS ASSETS IN OTHER COLLECTIVE INVESTMENT SCHEMES, THE MAXIMUM MANAGEMENT FEES CHARGED BY THE OTHER COLLECTIVE INVESTMENT SCHEMES IN WHICH THE INVESTMENT IS MADE.....	43
39.	CONDITIONS AND COSTS OF SWITCHING BETWEEN INVESTMENT COMPARTMENTS .....	43
40.	OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....	43
41.	PURCHASE OF FUND UNITS .....	44
42.	REDEMPTION OF FUND UNITS.....	44
43.	DETAILED PROVISIONS FOR THE CONTINUOUS DISTRIBUTION OF FUND UNITS.....	46
44.	DETERMINATION OF THE PURCHASE PRICE AND THE REDEMPTION PRICE OF THE FUND UNITS.....	46
45.	INDICATION OF REGULATED MARKETS WHERE THE FUND UNITS ARE LISTED OR TRADED.....	47
46.	INDICATION OF THE STATES WHERE THE FUND UNITS ARE MARKETED...	47
47.	OTHER INFORMATION RELATED TO THE GIVEN SUBJECT .....	47
48.	HISTORICAL PERFORMANCE OF THE FUND .....	48

<b>49.</b>	<b>CONDITIONS OF WITHDRAWING THE FUND UNITS OF THE FUND.....</b>	<b>48</b>
<b>50.</b>	<b>CIRCUMSTANCES IN WHICH TERMINATION OF THE FUND CAN BE DECIDED, IN PARTICULAR AS REGARDS THE RIGHTS OF INVESTORS.....</b>	<b>48</b>
<b>51.</b>	<b>ANY OTHER INFORMATION NECESSARY FOR INVESTORS TO BE ABLE TO MAKE AN INFORMED DECISION ON THE INVESTMENT PROPOSED TO THEM .....</b>	<b>49</b>
<b>52.</b>	<b>PARTICULARS OF THE INVESTMENT FUND MANAGER .....</b>	<b>51</b>
<b>53.</b>	<b>PARTICULARS OF THE DEPOSITARY .....</b>	<b>52</b>
<b>54.</b>	<b>PARTICULARS OF THE AUDITOR, DUTIES .....</b>	<b>52</b>
<b>55.</b>	<b>PARTICULARS OF ANY ADVISOR .....</b>	<b>53</b>
<b>56.</b>	<b>PARTICULARS OF DISTRIBUTORS, DUTIES.....</b>	<b>53</b>
<b>57.</b>	<b>PARTICULARS OF REAL ESTATE APPRAISERS.....</b>	<b>54</b>
<b>58.</b>	<b>INFORMATION RELATING TO PRIME BROKERS .....</b>	<b>54</b>
<b>59.</b>	<b>DESCRIPTION OF ACTIVITIES DELEGATED (OUTSOURCED) TO THIRD PERSONS, IDENTIFICATION OF POTENTIAL CONFLICTS OF INTEREST .....</b>	<b>54</b>
<b>60.</b>	<b>FOR UCITS, A DESCRIPTION OF THE DEPOSITARY'S DUTIES, DESCRIPTION OF POTENTIAL CONFLICTS OF INTEREST AND THE ACTIVITIES DELEGATED (OUTSOURCED) BY THE DEPOSITARY .....</b>	<b>54</b>
<b>61.</b>	<b>ANNEXES.....</b>	<b>56</b>

## ***PROSPECTUS***

### ***I. Particulars of the Fund***

#### ***1. BASIC DETAILS OF THE INVESTMENT FUND***

##### ***1.1 Name of Fund:***

OTP Multi-Asset Konzervatív Alapok Alapja (OTP Multi-Asset Conservative Fund of Funds)

##### ***1.2 Concise name of the Fund***

OTP Multi-Asset Konzervatív Alapok Alapja (OTP Multi-Asset Conservative Fund of Funds)

##### ***1.3 Registered office of the Fund***

H-1026 Budapest, Riadó u. 5–11, Hungary

##### ***1.4 Name of Fund Manager***

OTP Fund Management Ltd.

##### ***1.5 Name of Depositary***

UniCredit Bank Hungary Zrt.

##### ***1.6 Name of Distributor***

###### ***1.6.1 Principal Distributor:***

OTP Bank Plc.

###### ***1.6.2 Co-distributors:***

**DSK Bank AD** - the continuous distribution of the Fund begins after passporting -.

**OTP banka d.d. (OTP Bank Croatia)** - the continuous distribution of the Fund begins after passporting -.

**OTP banka d.d. (OTP Bank Slovenia)** - the continuous distribution of the Fund begins after passporting -.

**Crnogorska komercijalna banka a.d. (CKB)** – the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

**Banka OTP Albania sh.a (OTP Bank Albania)** – the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

##### ***1.7 Form of operation of the Fund***

Public

##### ***1.8 Type of the Fund***

Open-end fund.

In Hungary, the Fund Units issued by the Fund can be purchased by resident and non-resident natural and legal persons – except US citizens – provided that they comply with the rules defined in the terms and conditions of the offering.

Based on the scope of potential investors – in line with the concept system applied in Section 67(1)(b) of the Collective Investments Act –, the Series “A” Fund Units can be defined as Fund Units offered to retail investors; this, however, should not be understood as a limitation of the scope of investors as indeed, Series “A” Fund Units can be purchased both by retail and by professional investors.

**1.9 Maturity of the Fund**

Unfixed

**1.10 Harmonisation of the Fund**

It is an investment fund authorised by the Supervisory Authority and harmonised in accordance with the UCITS Directive.

**1.11 Number and description of any series issued by the Fund, showing the differences between each series**

The Series “A” Fund Units issued by the Fund have a nominal value of EUR 1 (one), the type of Fund Units is registered and they are issued in dematerialised form. The Fund Units are dematerialised, i.e. they are issued in the form of computer signs; therefore, they cannot be printed.

**1.12 Type of investment fund’s primary asset class by separate legislation**

It is a securities fund.

**1.13 Capital or yield guarantee, capital or yield protection applicable to the Fund**

Not applicable.

**1.14 Other information related to the Fund**

**Cross-border marketing:** After passporting and obtaining marketing authorisation for the Fund, the Fund Units also become available abroad (in another EEA State or a third country). The special terms and conditions of cross-border marketing are highlighted in the appropriate sections of the Fund Management Policy.

Name used for distribution abroad: OTP Multi-Asset Conservative Fund of Funds

**2. RESOLUTIONS RELATING TO THE FUND****2.1 Number and date of the Fund Manager’s resolution on the offering of the Fund Units**

The Fund Manager decided on creating the Fund on 18 March 2022 by way of Board of Directors Resolution No. 1/2022 (03. 18.).

**2.2 Number and date of the Supervisory Authority’s resolution on authorising the public offering of the Fund Units**

The Supervisory Authority authorised the public offering of the Fund Units on 20.07.2022 by way of its Resolution No. H-KE-III-424/2022.

**2.3 Number and date of the registration of the Fund by the Supervisory Authority**

The Supervisory Authority registered the Fund on 25.08.2022 by way of its Resolution No. H-KE-III-487/2022.

**2.4 Registration number of the Fund**

Fund registration number: 1111-863

**2.5 Number and date of the Fund Manager’s resolutions on the approval or amendment of the Prospectus and the Fund Management Policy**

Not applicable.

**2.6 Number and date of the Supervisory Authority’s resolutions on the approval of amendments to the Prospectus and the Fund Management Policy**

<b>Date of Supervisory Authority Resolution</b>	<b>Number of Supervisory Authority Resolution</b>
13.01.2023.	H-KE-III-21/2023
04.07.2023	H-KE-III-437/2023
27.11.2025	H-KE-III-827/2025

### **2.7 Other information related to the Fund**

Not applicable.

## **3. RISK PROFILE OF THE FUND**

### **3.1 Objective of the Fund**

The Fund is a mixed fund with active risk management, operating in a ‘fund of funds’ structure and investing in global markets. The investments of the Fund consist of the Fund Units of investment funds investing – for the most part – in developed markets and having a smaller share in emerging markets. Compared to traditional mixed funds, the Fund may also invest in such alternative instruments (real estate funds, hedge funds, the fund units of commodity market funds), whose price is expected to exhibit low correlation – i.e. co-movement – with the price of the Fund’s other instruments. The low correlation, in turn, may contribute to balancing the Fund’s performance and reducing price fluctuations. Meanwhile, with active risk management the Fund strives to exhibit greater stability even during the turbulent periods that occur regularly in capital markets in comparison with other funds with a similar composition. In addition, the ‘fund of funds’ scheme enables the Fund Manager to ensure that the funds selected for holding specific assets are those which proved to manage the specific risks of the given asset class very well in the past. The Fund Manager’s objective is to ensure that over the recommended investment horizon, the Fund achieves a higher risk-adjusted return than the traditional mixed funds.

### **3.2 Profile of the typical investor for whom the Units of the Fund are intended**

In Hungary, the Series “A” Fund Units issued by the Fund can be purchased by resident and non-resident natural and legal persons – except US citizens – provided that they comply with the rules defined in the terms and conditions of the offering. The Fund Units may not be offered, sold or forwarded in the territory of the United States of America or to or on behalf of US persons.

The Fund is recommended for investors with a high risk appetite in order to implement long-term financial goals as part of a multi-component investment portfolio.

### **3.3 Categories of assets in which the Fund is authorised to invest, with an indication whether the Fund is authorised to conduct transactions in financial derivative instruments**

#### *Collective investment securities*

The Fund shall be permitted to include fund units and other collective investment securities in its portfolio subject to the limitations applicable to its investment policy.

#### *Government securities*

Government securities are debt securities issued by the European Union, a Member State of the European Union – including the government department, agency or special purpose vehicle thereof –, in the case of federal Member States, a Member of the Federation, a special purpose vehicle for several Member States, an international financial institution established by two or more Member States which has the purpose of mobilising funding and provide financial assistance to the benefit of its members that are experiencing or threatened by severe financing problems, or by the European Investment Bank.

#### *Bank deposits*

In order to ensure the Fund’s liquidity or in cases where the Fund is unable to properly invest its uncommitted capital into securities, the Fund Manager is entitled to deposit the Fund’s uncommitted capital at credit institutions in demand deposits or in deposits that are redeemable at notice and have a maturity of up to 12 months, provided that the registered office of the credit institution is in a Member State of the European Union or, if the credit



institution's registered office is not in a Member State, it is subject to prudential rules which, in the opinion of the Supervisory Authority, are equivalent to the provisions set out in Union legislation.

#### *Securities financing transactions*

##### *Repurchase and reverse repurchase agreements*

A repurchase and a reverse repurchase agreement means any agreement for the transfer of securities or guaranteed rights relating to title to securities where the guarantee is issued by a recognised exchange which holds the rights to the securities and the agreement does not allow the seller to transfer or pledge a particular security to more than one counterparty at a time, and also contains a commitment of the seller to repurchase and a commitment of the buyer to resell the given securities – or securities of the same type substituting the given securities – at a specified price on a future date specified, or to be specified, by the transferor. Such transaction shall be regarded as a repurchase agreement for the person selling the securities and a reverse repurchase agreement for the person buying them.

##### *Buy-sell back and sell-buy back transactions*

A buy-sell back or a sell-buy back transaction means a transaction by which a counterparty buys or sells securities or guaranteed rights relating to title to securities agreeing, respectively, to sell or to buy back securities or guaranteed rights of the same description at a specified price on a future date; that transaction shall be regarded a buy-sell back transaction for the counterparty buying the securities or guaranteed rights, and a sell-buy back transaction for the counterparty selling them.

##### *Securities lending and securities borrowing*

A transaction where the counterparty transfers securities to a borrower with the commitment of the borrower to return the same securities on demand or at a pre-specified future date; for the counterparty transferring the securities the transaction is a securities lending transaction, and for the counterparty receiving the securities, it is a securities borrowing transaction.

#### *Forex instruments*

The Fund Manager may invest the assets of the Fund in instruments denominated in foreign currencies, currency pairs or derivatives for such instruments.

#### *Other debt securities, financial market instruments*

Bonds and financial market instruments issued by other organisations (e.g. economic operators, credit institutions, municipalities and other institutions) and according to the Bszt. debt securities other than government securities within the meaning of Section 4 (2) 2a) of Paragraph 4 issued or guaranteed by a Member State of the Organisation for Economic Cooperation and Development (OECD) other than a Member State of the European Union or by the central bank of such OECD Member State.

#### *Shares*

A share is a security representing membership rights or an interest in a company limited by shares.

#### *Derivative instruments*

A derivative contract is a transaction whose value depends on the value of the underlying investment instrument, foreign exchange, or reference rate (underlying instrument) and which may itself be traded.

##### *Eligible derivative instruments:*

Derivative financial instruments traded on regulated markets, including equivalent cash-settled instruments and non-standardised derivative financial instruments traded over the counter (OTC derivative contracts), provided that:

- a) the underlying instruments of such OTC derivative contracts are eligible instruments, or financial indices, interest rates, exchange rates or currencies in which the Fund is permitted to invest in accordance with its investment objectives laid down in the Fund Management Policy;
- b) the counterparties to such OTC derivative contracts are institutions subject to prudential supervision and classified into the categories authorised by the Supervisory Authority, and
- c) the reliable and verifiable daily valuation of such OTC derivatives is ensured and, at the Fund's initiative, the contracts can be sold, liquidated or closed by an offsetting transaction at any time at their fair market value.

The Fund may also conclude total return swap contracts; i.e. transactions where a counterparty transfers to another counterparty the total financial result of a reference liability, including interest and fee income, any capital gains and losses or credit losses.

**3.4 A prominent statement drawing attention to the sections of the Fund's Management Policy where the risk factors of the Fund are presented**

Significant risk factors pertaining to the Fund are presented in Section 26 of the Fund Management Policy.

**3.5 Objective of transactions in derivative instruments, and the possible outcome of the use of derivative instruments on the risk profile**

The Fund uses derivative instruments for hedging purposes and for the efficient development of the portfolio. Transactions concluded for hedging purposes reduce the Fund's exposure to foreign currency or other instruments. With the use of positions taken for the efficient development of the portfolio, we undertake a market exposure through derivative instruments, which may increase the risk of the portfolio through the risk of default associated with derivative contracts.

**3.6 A prominent statement drawing attention to the special risks arising from exposure to a specific institution in excess of 20%**

The Fund's consolidated risk exposure to an institution arising from investments in transferable securities or money market instruments issued by the same institution, or in deposits placed or OTC derivative contracts concluded with the given institution may not exceed 20 percent of the Fund's assets.

**3.7 Where the Fund invests principally in any category of assets other than transferable securities or money market instruments, or where the Fund replicates a specific index, a prominent statement drawing attention to that clause of the Fund's investment policy**

Not applicable.

**3.8 A prominent statement drawing attention to the fact that the net asset value may be highly volatile due to the possible composition of the portfolio**

The market price of the investment instruments in the portfolio of the Fund may fluctuate due to changes occurring in the economic and political environment, the monetary policy of central banks, the business activity of the issuers and the credit institutions accepting bank deposits, their liquidity and the perception thereof, and the supply-demand relationship. The Fund Manager can mitigate, but cannot completely eliminate, the effect of price volatility by diversifying the portfolio; thus the net asset value per Fund Unit may decline in certain periods, and in extreme cases this may result in the loss of the Fund's shareholders' equity.

**3.9 A prominent statement drawing attention to the fact that under the authorisation of the Supervisory Authority, the Fund may invest up to 100 percent of its assets into various transferable securities or money market instruments which were issued by an EEA Member State or its municipality, a third country, or an international organisation to which one or more Member States belong**

Not applicable.

**3.10 Other information related to the Fund**

*Sustainability risk:* an environmental, social or governance event or circumstance the occurrence or existence of which could have an actual or potential material adverse effect on the value of the investment.

Sustainability risks from environmental impacts include, for example, inadequate management of climate change-related processes, social impacts include failure to enforce internationally recognised labour standards or inadequate efforts to address gender pay gaps, while risks from corporate governance include, for example, non-compliance with workers' rights and data protection requirements.

Sustainability risks may be significant in themselves but, if they materialise, they may also have a material impact on other risk factors and may, for example, adversely affect the level of market risk, liquidity risk, credit risk or operational risk, or adversely affect the value of the Fund's investments, including the overall loss in value, thereby adversely affecting the Fund's performance. Sustainability risks are therefore considered to be normal risks.

Sustainability risks from environmental, social and corporate governance impacts may also materialise in a company-specific manner, where the market value of financial instruments issued by companies that do not comply with sustainability requirements may decrease due to the sustainability risks, which may be caused by events affecting the company's reputation, sanctions imposed on the company or even physical risks triggered by the climate change.

Sustainability risks may also appear in operational risk – causing losses to the Fund as a whole – if the Fund Manager or the service providers engaged by it do not pay sufficient attention to environmental, social and governance considerations.

In making its investment decisions relevant to the Fund, the Fund Manager considers and duly assesses sustainability risks arising from environmental, social and governance aspects among all risks associated with the investment. The purpose of incorporating sustainability risks into investment decisions is to ensure that the risks are recognised as soon as possible so that their impact on the Fund's assets can be properly managed and mitigated.

In the risk management procedures applied by the Fund Manager, the Fund Manager takes account of and measures all risks relevant to the Fund as listed in this section; thus, in particular, the sustainability risks arising from environmental, social and governance aspects, applying risk indicators to assess the risks. Risk indicators assess the risks from each aspect of the sustainability risk in consideration of quantitative and qualitative indicators. The Fund Manager uses ESG ratings and scores provided by an external data provider for the Fund. The data provider uses an extensive industry and company-specific database to summarise and classify each environmental, social and governance segment in a defined way, and then converts these into a single ESG indicator. The Fund Manager uses the indicators provided by the data provider in the investment decision making process.

The Fund Manager integrates sustainability risks and their management in the Fund's decision making processes; accordingly, the Fund is in line with Article 6 of the SFDR Regulation.

The Fund does not aim to promote environmental and/or social characteristics (does not fall within the scope of Article 8(1) of the SFDR Regulation) or make sustainable investments (does not fall within the scope of Article 9(1), (2) and (3) of the SFDR Regulation).

#### **4. ACCESS TO INFORMATION PROVIDED TO INVESTORS**

##### **4.1 *Statement of the place where the Fund's Prospectus, Management Policy, Key Investor Information, periodic reports, and communications within the framework of extraordinary disclosure of information – such as information on payments made to investors and on the redemption of Fund Units – are made available***

The Fund's Prospectus, Management Policy, Key Investor Information Document and periodic reports, as well as extraordinary disclosures, the Fund's announcements, and information on payments to investors are published on publication sites; i.e. on the website of the Fund Manager acting on behalf of the Fund (<https://www.otpalapkezekelo.hu/hu/nyito>), on the website of OTP Bank Plc. acting as Principal Distributor (<https://www.otpbank.hu>), and on the publicly available publications platform operated by the Supervisory Authority (<https://kozvettelek.mnb.hu>). The Prospectus, the Fund Management Policy and the Key Investor Information Document are available in printed form at the investor's request at the Points of Sale.

##### **4.2 *Other information related to the Fund***

Not applicable.

#### **5. TAXATION INFORMATION**

This section sums up the general taxation rules applicable to the Fund, based on the tax regulations in effect upon the approval of the Prospectus and upon authorisation by the Supervisory Authority. It is the Investor's responsibility to obtain detailed information from the applicable regulations once the Investor is fully aware of the facts. Please note that tax implications may only be assessed based on the Investor's specific circumstances and that they may be subject to change in the future.

**Cross-border marketing:** The Fund Manager wishes to warn investors that a thorough inspection of taxation regulations is indispensable for making informed investment decisions, and that the taxation rule may be different for cross-border sales.

##### **5.1 *Brief summary of the tax regulations applicable to the Fund which are relevant to investors***

Under the effective regulations, the Fund is not subject to tax liabilities in Hungary on the proceeds obtained. In the case of interest, dividend and capital gain or any other potential income from foreign investments, these incomes may be subject to taxes in the source country (where the income was acquired). The taxation of incomes from foreign investments is determined by the national legislation of the specific country and the treaty – if any – for the avoidance of double taxation between the specific country and Hungary.

*Special tax imposed on investment funds*

Under the effective legal regulations, the Fund is subject to a special tax. The tax base is calculated as follows: consolidated value of the fund units of the funds managed by the Fund Manager for the specific quarter – recorded for the calendar days of the quarter at net asset value – divided by the calendar days of the quarter, not including the HUF value of the securities held by the collective investment trust and recorded on these accounts, calculated as per the above. The annual tax rate is 0.05 percent of the tax base. The tax liability is assessed, collected and declared by the Fund Manager and the assessed and collected – or not collected – tax is paid by the Fund Manager (tax collection). The tax liability shall be assessed on a quarterly basis by the 20th day of the month following the reference quarter and declared by the same date on the form provided by the tax authority.

**5.2 Details of deductions made at source from the yields and capital gains paid to investors**

**5.2.1 Taxation of resident private individuals**

Interest income from the Fund Units

Pursuant to Section 65(1)(b) of Act CXVII of 1995 on Personal Income Tax as amended from time to time (“PIT Act”), interest income shall mean the following:

*“b) in connection with collective investments which are offered and traded publicly and if they fit the definition contained in the Act on the Capital Market,*

*...*

*ba) the income paid (credited) to the private individual under the title of interest and/or yield, if the securities are held at a specific time prescribed as a precondition for entitlement to interest and/or yield,*

*bb) the gains achieved when called, redeemed, or transferred [not including the transfer of collective investments in transferable securities in an exchange market in accordance with the Act on the Capital Market, or in a market of another EEA Member State or in a Member State of the Organisation for Economic Cooperation and Development (OECD)] from the income payable to the private individual – irrespective of the net current value, accumulated interest or yield it represents – to the extent established according to the provisions on capital gains;”*

Under the PIT Act, interest income shall mean the amount paid as interest and/or yield on publicly offered and traded collective investment securities, as well as that part of the income obtained from Fund Units (transferred over the counter) which exceeds the sum of the purchase price of the securities and any incidental costs associated with the acquisition of the securities.

Pursuant to the provisions of Section 65(6) of the PIT Act, from the income referred to in Subparagraph ba) of Subsection (1) – if it qualifies as interest and/or yield first obtained following the acquisition of securities – the interest and/or yield paid as part of the purchase price of the securities up to the date of purchase that is calculated and accumulated according to the conditions of the securities may be deducted; however, in the case mentioned in Subparagraph bb) of Subsection (1), the amount deducted in this manner may not be taken into consideration as part of the purchase price of the securities when the securities are called, redeemed or transferred.

Pursuant to the provisions of Section 65(6) of the PIT Act, no interest income shall be determined in the case of the conversion of the predecessor's collective investment security into the successor's collective investment security as a result of the transformation or merger of the collective investment trust, with the proviso that in such cases, the value of the predecessor's security shall be taken into account as the value of the acquisition of the successor's security.

Tax liability on interest income from the Fund Units

The tax on interest income is regulated by Section 65(2) of the PIT Act as follows:

*“The tax, if the interest income:*

*is received from a payer [in the application of this Section, payers are credit institutions or investment service providers paying the interest income in lieu of the payer], shall be established for the time of acquisition, and shall be deducted, paid and declared by the payer, with the exception that, in the case defined in Subparagraph bb) of Subsection (1), the private individual shall be entitled to claim in their tax return filed without assistance from the tax authority or by way of self-assessment that part of the purchase price of securities and the incremental costs associated with the securities that the payer did not take into account when determining income:*

- aa) subject to a certificate issued by the payer that contains an indication, entered by the payer at the private individual's request, of having issued the certificate for the said purpose,  
 ab) provided that the private individual declares (or has declared) the interest income and the tax deducted based on the certificate mentioned in Subparagraph aa),  
 b) is received from sources other than a payer, shall be established by the private individual in their tax return and shall be paid by the deadline prescribed for filing the tax return.

Pursuant to Section 65(2) of the PIT Act, the tax calculated with a rate of 15% shall be deducted, paid and declared by the payer. The private individual shall be entitled to determine by way of self-assessment that part of the purchase price of securities and the incremental costs associated with the securities that the payer did not take into account when determining the income, based on the payer's certificate issued for that purpose, which the payer shall also disclose to the tax authority.

When redeeming or transferring collective investment securities, the individual is liable to pay social contribution tax on the basis of the amount taken into account as the basis for personal income tax on interest income.

On the basis of the provisions of Act LII of 2018 on Social Contribution Tax, effective from 1 August 2024, in accordance with the provisions of the repealed Government Decree 205/2023 (31 May 2023) interest income earned by a natural person on the redemption or transfer of collective investment securities purchased/acquired after 30 June 2023 and taken into account as the base for personal income tax (excluding interest income from units in real estate funds) is also subject to a social contribution tax of 13 %, which, in line with the interest tax, is determined, deducted and paid by the payer to the state tax authority at the time of payment.

For the purposes of personal income tax, income earned under a long-term investment contract or in respect of holdings registered in a pension savings account, as well as income from the transfer of collective investment securities on a stock exchange under the Capital Markets Act and on a stock exchange in any EEA or OECD Member State, is not considered interest income.

#### Incomes other than interest income

Under the effective PIT Act, Fund Units may be registered in the framework of certain schemes that offer a possibility for tax savings. Such an example is "income from long-term investment", where the scheme provides tax exemption for the last day of the five-year term deposit, and a preferential 10% tax rate for the last day of the three-year term deposit. Another example is the retirement savings account which – subject to pre-defined conditions – has a state subsidy option and also provides tax-exempt retirement-type payments if the contract is terminated in the 10th year – or later – after the eligibility for pension has been granted and the contract has been concluded. If the conditions are not met, the income acquired is subject to the tax liability prescribed by the PIT Act.

In the case of long-term investment contracts, the conversion (replacement) of securities in the term deposit register shall not be deemed the breaking of the term deposit if the converted (replaced) security or – should the private individual opt for claiming the portion of the funds to which they are entitled from the issuer of the security – the amount received in lieu of the security is included in the term deposit register within no later than 15 days of the conversion of the security or the payment of the amount.

In the case of retirement savings contracts, the conversion of securities shall preserve legal continuity – i.e. it will not be linked to the legal consequences that are associated with the payment of non-pension benefits (the assessment of other taxable income and the obligation to refund the pension subsidy) – if the investment service provider participating in the conversion or transformation transferred the successor securities to the private individual's retirement securities account by the date defined in the transaction.

#### *5.2.2 Taxation of non-resident private individuals*

The tax liability of non-resident private individuals may be assessed in consideration of the national legislation of their tax residence and of a treaty – if any – between the country concerned and Hungary for the avoidance of double taxation (hereinafter: international treaty) if the private individual certifies their foreign tax residence and issues a declaration on whether they qualify as a beneficial owner in respect of the payment.

It is the non-resident private individual's responsibility to provide (make available to the Fund) the certificate(s) required for the application of the tax rules of their tax residence (thus the English language tax residence certificate issued by the foreign tax authority for certifying the individual's eligibility for tax exemption, the Hungarian translation thereof – or a copy of either of these documents –, and the beneficial owner declaration that may be required by the provisions of the international treaty).

If the tax deducted from a non-resident private individual is higher than the tax applicable based on the international treaty, they are entitled to reclaim the difference between the tax deducted and the tax payable in accordance with the international treaty at the General Tax Directorate of Priority Cases and Large Taxpayers (Kiemelt Adó és Vám Főigazgatóság) of the National Tax and Customs Administration by presenting a certificate on the tax deducted, and the documents required for the application of the international treaty (thus the English language tax residence certificate issued by the foreign tax authority for certifying the individual's eligibility for tax exemption, the Hungarian translation thereof – or a copy of either of these documents –, and the beneficial owner declaration as required).

#### *5.2.3 Tax payment by Hungarian institutional investors*

In the case of tax payers subject to Act LXXXI of 1996 on Corporate and Dividend Tax, as amended several times, the exchange gain/loss arising from the distribution of fund units shall increase/reduce the tax base.

#### *5.2.4 Taxation of non-resident institutional investors*

The tax liability of non-resident institutional investors may be assessed in consideration of the national legislation of their country of incorporation and of a treaty – if any – between the country concerned and Hungary for the avoidance of double taxation.

## **II. Information related to the offering**

### **6. OFFERING OF FUND UNITS**

Not applicable.

## **III. Detailed information relating to participating organisations**

### **7. INFORMATION RELATING TO THE FUND MANAGER**

#### **7.1 Name and legal form of the Fund Manager**

The Fund Manager of the Fund is OTP Fund Management Ltd. Its legal form: private limited company.

#### **7.2 Registered office of the Fund Manager**

Registered office of the Fund Manager: H-1026 Budapest, Riadó u. 5–11.

#### **7.3 Company registration number of the Fund Manager**

The Fund Manager was registered by the Company Registry Court of the Budapest-Capital Regional Court under registration number Cg. 01-10-043959.

#### **7.4 Date of incorporation of the Fund Manager**

The Fund Manager was established on 18 September 1998 for an indefinite term through the transformation of OTP Investment Fund Management LLC.

#### **7.5 Other investment funds managed by the Fund Manager**

The list of other investment funds managed by the Fund Manager is included in Annex 3.

**7.6 Indication of any other assets managed by the Fund Manager**

As at 31.12.2024, the assets managed by the Fund Manager amounted to: HUF 4,071 billion.

**7.7 Names and positions of the managers and members of the administrative, management and supervisory bodies of the Fund Manager, details of their main activities outside the company where these are of significance with respect to that company**

The management body of the Fund Manager is the Board of Directors, which is composed of the following members:

Attila Bánfi, Chairman of the Board  
György István Éder CEO  
Tibor Turner General Deputy CEO, Member of the Board  
Ferenc Csaba Bakk, consultant/portfolio manager  
Ferenc Hosszú, Deputy CEO responsible for investment activities

Attila Bánfi holds the position of Chairman of the Board under a service contract. György István Éder is the Fund Manager's CEO, head of the Fund Manager's work organisation, and the Fund Manager's managing director as per the Collective Investments Act. Members of the Board of Directors are at the same time members of the Fund Manager's work organisation, and as such – in addition to their mandate as executive officers – they are employees holding different positions and responsibilities at the Fund Manager's work organisation (as indicated next to their names above) under an employment contract with the Fund Manager.

Offices held by the executive officers in other companies:

Attila Bánfi: Managing Director at OTP Bank Plc., Board Member at Joint Stock Company OTP Bank (Russia), and Board Member at the Budapest Stock Exchange,  
György István Éder: Chairman of the Supervisory Board at DSK Asset Management AD (Bulgaria),  
Tibor Turner: Member of the Supervisory Board of OTP Invest DZU (Serbia) and Member of the Supervisory Board of OTP invest d.o.o. (Croatia)

DSK Asset Management AD, OTP Invest DZU and OTP invest d.o.o. are foreign investment fund management companies where the Fund Manager holds ownership stakes.

Members of the Supervisory Board:

Domokos Takács (Chairman, International Retail Managing Director of OTP Bank Plc.), László Vági, Dr. György Ádámosi.

**7.8 Amount of the Fund Manager's subscribed capital**

As at 31.12.2024, the subscribed capital of the Fund Manager amounted to: HUF 900 million, which has been paid up in full.

**7.9 Shareholders' equity of the Fund Manager**

As at 31.12.2024, the shareholders' equity of the Fund Manager amounted to HUF 32.467,038 million.

**7.10 Number of employees of the Fund Manager**

As at 31.12.2024 the Fund Manager employs 64 persons full time.

**7.11 Indication of the specific tasks and functions which the Fund Manager is allowed to delegate to third parties**

The Fund Manager may engage third parties for the more efficient discharge of its activities.

The Fund Manager engages third persons for performing the activities specified in Section 7(2)(a)(aa) of the Collective Investments Act [legal and accounting services] and for the performance of IT tasks. The latter, however, do not constitute outsourcing under Section 41(11)(b) of the Collective Investments Act, which provides that the provision of services which do not form part of investment fund management, including the provision of legal services, tax consulting services, delivery services, computer system development, computer system hosting and maintenance, the training and further development of personnel, billing services, payroll accounting and bookkeeping services, shall not be recognised as outsourcing.

### **7.12 Indication of companies to which investment management functions are delegated**

At present, the Fund Manager does not engage any third party for the performance of the activity specified in Section 7(1)(a) of the Collective Investments Act [investment management (decisions relating to investment strategies and asset allocation exercises in connection with the investment policy, including the implementation thereof)].

### **7.13 A detailed description of the UCITS fund manager's remuneration policy (e.g. how remuneration and benefits are calculated, the persons responsible for determining remuneration and benefits, if there is a remuneration committee, the members of the remuneration committee)**

The Fund Manager has a Remuneration Policy that is consistent with and promotes the application of sound risk management, and does not encourage risk taking that is inconsistent with the risk profile and management policies of the investment funds managed by the Fund Manager.

The Fund Manager, as a subsidiary of a Banking Group member subject to supervision consolidated with OTP Bank Plc., is also subject to the Bank Group Remuneration Policy and applies its relevant rules accordingly, without prejudice to the Fund Manager Remuneration Policy.

The Fund Manager's Supervisory Board – with the involvement of the Fund Manager's Remuneration Committee – decides on acceptance of the Remuneration Policy, and approval of its amendments, and oversees its implementation. Chairman of the Fund Manager's Remuneration Committee: Domokos Takács, members: Dr. György Ádámosi and László Vági.

The Board of Directors of the Fund Manager is responsible for the implementation and review of the Fund Manager's Remuneration Policy. In the context of the division of labour within the Board of Directors of the Fund Manager, the Chief Executive Officer of the Fund Manager shall be responsible for the tasks related to the implementation of the Fund Manager's Remuneration Policy, including the taking of any employer decisions in this scope.

### **7.14 Summary of the UCITS fund manager's remuneration policy**

The Fund Manager Remuneration Policy covers the remuneration of officers and employees who, through their professional activities, have a material impact on the risk profile of the Fund Manager or the risk profile of the funds managed by the Fund Manager. The two main elements of the remuneration scheme are base remuneration (including basic salary and fringe benefits) and performance-based remuneration (including performance fee-based pay and non-performance fee-based pay).

The ratio between base remuneration and performance-based remuneration is differentiated for the various positions. The rate of performance-based remuneration is linked to the achievement of predetermined objectives (at fund manager level, group level or individual level), and is paid on a deferred basis in accordance with the applicable legal provisions.

### **7.15 A declaration by the UCITS fund manager that the detailed remuneration policy referred to in Section 7.13 is available via a website (with a link to the website provided) and that a hard copy is available on request**

The detailed summary of the currently effective remuneration policy of the Fund Manager is available at the link below and is available in printed form at request:

<https://www.otpalapkezele.hu/hu/dokumentumok/szabalyzatok>.

(The remuneration policy of OTP Fund Management)

## **8. INFORMATION CONCERNING THE DEPOSITARY**

### **8.1 Name and legal form of the Depositary**

The Depositary of the Fund is UniCredit Bank Hungary Zrt.  
Its legal form: private limited company

### **8.2 Registered office of the Depositary**

Registered office of UniCredit Bank Hungary Zrt.: H-1054 Budapest, Szabadság tér 5–6.



**8.3 Company registration number of the Depositary**

The Fund Manager was registered under number Cg. 01 10 041348 by the Budapest Metropolitan Court as Court of Registration (currently: Company Registry Court of Budapest-Capital Regional Court).

**8.4 Main activity of the Depositary**

UniCredit Bank Hungary Zrt. is a credit institution providing comprehensive banking services.

**8.5 Scope of activities of the Depositary**

The scope of activities of UniCredit Bank Hungary Zrt. is the following:

TEÁOR (NACE Rev. 2) No.:

6419 '25 Other monetary intermediation Principal activities.  
6499 '08 Other financial intermediation n.e.c.  
6619 '08 Other auxiliary financial activities  
6820 '08 Renting and operating of own or leased real estate  
6492 '25 Other credit granting and lending  
6612 '25 Security and commodity broking activities  
6622 '25 Insurance and pension funding activities  
6629 '25 Other financial intermediation n.e.c. Activities auxiliary to insurance and pension funding n.e.c.  
6920 '25 Accounting, auditing and tax consultancy activities  
7020 '25 Management consultancy activities

**8.6 Date of incorporation of the Depositary**

The date of foundation of UniCredit Bank Hungary Zrt.: 23.01.1990

**8.7 Subscribed capital of the Depositary**

As at 31 December 2024, the subscribed capital of UniCredit Bank Hungary Zrt. amounted to HUF 24,118 million.

**8.8 Shareholders' equity of the Depositary shown in the last financial report reviewed by an independent auditor**

Consolidated shareholders' equity of UniCredit Bank Hungary Zrt. as at 31.12.2024: HUF 485.396 million.

**8.9 Number of employees**

As at 31.12.2024, UniCredit Bank Hungary Zrt. employed a total of 1,743 persons.

**9. INFORMATION CONCERNING THE AUDITOR****9.1 Name and legal form of the Auditor**

The Fund's Auditor is Ernst & Young Könyvvizsgáló Korlátolt Felelősségű Társaság (company registration number: 01-09-267553, registered by the Company Registry Court of the Budapest-Capital Regional Court). The person responsible for the audit is Dr. Attila Hruby.

The person responsible for the audit has declared that he meets the requirements set out in the legislation in effect, he holds the required expertise and experience in respect of financial institutions, and has adequate liability insurance.

**9.2 Registered office of the Auditor**

H-1132 Budapest, Váci út 20.

**9.3 Chamber registration number of the Auditor**

Chamber of Hungarian Auditors registration number: 001165. CoHA membership ID number of the person responsible for the audit: 007118

**9.4 Name of the Auditor, if a natural person**

Not applicable.

**9.5 Address of the Auditor, if a natural person**

Not applicable.

**9.6 Chamber registration number of the Auditor, if a natural person**

Not applicable.

**10. INFORMATION CONCERNING THE ADVISERS WHO GIVE ADVICE UNDER CONTRACT WHICH IS PAID FOR OUT OF THE ASSETS OF THE FUND**

Not applicable.

**11. INFORMATION CONCERNING THE DISTRIBUTORS**

**11.1 Name and legal form of the Principal Distributor of the Fund**

The Principal Distributor of the Fund is OTP Bank Plc. Its legal form: public company.

**11.2 Registered office of the Principal Distributor**

The registered office of OTP Bank Plc.: H-1051 Budapest, Nádor u. 16.

**11.3 Company registration number of the Principal Distributor**

The company was registered under number 01-10-041585 by the Budapest Metropolitan Court as Court of Registration (currently: Company Registry Court of the Budapest-Capital Regional Court).

**11.4 Scope of activities of the Principal Distributor**

The scope of activities of OTP Bank Plc. is the following:

TEÁOR (NACE Rev. 2) No.:

- 6419 '25 Other monetary intermediation Principal activities.
- 5210 '08 Warehousing and storage
- 1812 '08 Printing (except newspapers)
- 4941 '08 Freight transport by road
- 5229 '08 Other supporting transport activities
- 6311 '08 Data processing, hosting and related activities
- 7490 '08 Other professional, scientific and technical activities n.e.c.
- 6499 '08 Other professional, scientific and technical activities n.e.c. other financial intermediation
- 6619 '08 Other auxiliary financial activities
- 6820 '08 Renting and operating of own or leased real estate
- 1723 '25 Manufacture of office stationery
- 1813 '25 Pre-press and pre-press activities
- 1814 '25 Bookbinding and related activities
- 1820 '25 Other reproduction
- 4942 '25 Freight forwarding
- 5221 '25 Services auxiliary to land transport
- 5224 '25 Cargo handling
- 5320 '25 Other postal and courier activities
- 5520 '25 Holiday and other short-term accommodation services
- 5811 '25 Book publishing
- 5813 '25 Publication of magazines and periodicals
- 5819 '25 Other publishing activities (except software publishing)
- 6220 '25 Information technology consultancy and operation of computer equipment and systems

6290 '25 Other information technology services  
 6612 '25 Securities and commodity exchange brokerage activities  
 6622 '25 Insurance brokerage and brokerage activities  
 6630 '25 Fund management  
 6920 '25 Accounting, auditing and tax consultancy activities  
 8009 '25 Security activities n.e.c.  
 8292 '25 Packaging  
 8559 '25 Other education n.e.c.

9510 '25 Repair and maintenance of computers and communication equipment

#### ***11.5 Date of incorporation of the Principal Distributor***

OTP Bank Plc. was incorporated on 31 December 1990 as the legal successor of Országos Takarékpénztár (National Savings Bank) established in 1949.

#### ***11.6 Subscribed capital of the Principal Distributor***

The share capital of OTP Bank Plc. is HUF 28,000,001,000.

#### ***11.7 Shareholders' equity of the Principal Distributor shown in the last financial report reviewed by an independent auditor***

Consolidated shareholders' equity of OTP Bank Plc. as at 31.12.2024: HUF 5,120,012 million.

#### ***11.8 Means of forwarding to the Fund Manager the particulars taken by the Distributor of investors and their representatives***

Pursuant to Section 106(1) of the Collective Investments Act, the Principal Distributor is required to disclose to the Fund Manager the particulars of investors and their representatives recorded by the Principal Distributor, where this is permitted by the Prospectus or the Management Policy, and if so agreed between the Principal Distributor and the Fund Manager. Such data transfer, which is permitted by this provision of the Prospectus, shall not constitute a breach of the securities secret or business secret under the Capital Market Act. The Fund Manager shall be allowed to use the data received as described above solely within the framework of the provisions relating to securities secrets, for the purposes of investment fund management activities, in particular, for the provision of information to investors, and for the marketing communication of the Fund Manager or the Fund.

#### ***11.9 Co-distributors of the Fund***

**DSK Bank AD** - the continuous distribution of the Fund begins after passporting -.

**OTP banka d.d. (OTP Bank Croatia)** - the continuous distribution of the Fund begins after passporting -.

**OTP banka d.d. (OTP Bank Slovenia)** - the continuous distribution of the Fund begins after passporting -.

**Crnogorska komercijalna banka a.d. (CKB)** – the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

**Banka OTP Albania sh.a (OTP Bank Albania)** – the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

### ***12. INFORMATION CONCERNING THE REAL ESTATE APPRAISER***

Not applicable.

### ***13. OTHER INFORMATION RELATED TO THE GIVEN SUBJECT***

Phone number of the Fund Manager: +36 (1) 412 8300, fax: +36 (1) 412 8399, email: [levelek@otpalap.hu](mailto:levelek@otpalap.hu)

### ***14. STATEMENT***

OTP Fund Management Ltd. (registered office: H-1026 Budapest, Riadó u. 5–11, company registration number: 01-10-043959, registered by the Company Registry Court of the Budapest-Capital Regional Court) as Fund Manager acting on behalf of the OTP Multi-Asset Konzervatív Alapok Alapja (OTP Multi-Asset Conservative Fund of Funds) issuing the Fund Units and OTP Bank Plc. (registered office: H-1051 Budapest, Nádor utca 16, company registration number: 01-10-041585, registered by the Company Registry Court of the Budapest-Capital Regional Court) as Principal Distributor hereby declare that the data and statements contained in this Prospectus are true to facts and do not conceal any facts or data that are relevant to the assessment of the securities concerned and the particular situation of the Issuer. The Issuer and the Principal Distributor shall be jointly and severally liable to holders of the Fund Units for any damages arising from any misleading information contained in the Prospectus or from the withholding of information.

Budapest, 19. December 2025.

.....  
Tímea Ujvári    Krisztina Gergely  
OTP Fund Management Ltd.  
on behalf of OTP Fund Management Ltd. and OTP  
Multi-Asset Conservative Fund of Funds as Issuer

.....  
Endre Máriás    Rita Fabriczki  
OTP Bank Plc.  
on behalf of the Principal Distributor of OTP  
Multi-Asset Conservative Fund of Funds

ELECTRONICALLY SIGNED DOCUMENT

## ***FUND MANAGEMENT POLICY***

### **I. Particulars of the Fund**

#### ***1. BASIC DETAILS OF THE FUND***

##### ***1.1 Name of the Fund***

OTP Multi-Asset Konzervatív Alapok Alapja (OTP Multi-Asset Conservative Fund of Funds)

##### ***1.2 Concise name of the Fund***

OTP Multi-Asset Konzervatív Alapok Alapja (OTP Multi-Asset Conservative Fund of Funds)

##### ***1.3 Registered office of the Fund***

H-1026 Budapest, Riadó u. 5–11.

##### ***1.4 Date of registration and registration number of the Fund***

The Fund was registered on 25 August 2022; Resolution number of the Supervisory Authority on the registration: H-KE-III-487/2022, registration number: 1111-863.

##### ***1.5 Name of Fund Manager***

The Fund Manager of the Fund is OTP Fund Management Ltd.

##### ***1.6 Name of Depositary***

The Depositary of the Fund is UniCredit Bank Hungary Zrt.

##### ***1.7 Name of Distributor***

###### ***1.7.1 Principal Distributor:***

OTP Bank Plc.

###### ***1.7.2 Co-distributors:***

**DSK Bank AD** - the continuous distribution of the Fund begins after passporting -.

**OTP banka d.d. (OTP Bank Croatia)** - the continuous distribution of the Fund begins after passporting -.

**OTP banka d.d. (OTP Bank Slovenia)** - the continuous distribution of the Fund begins after passporting -.

**Crnogorska komercijalna banka a.d. (CKB)** – the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

**Banka OTP Albania sh.a (OTP Bank Albania)** - the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

##### ***1.8 Form of operation of the Fund***

Form of operation of the Fund: public fund.

In Hungary, the Fund Units issued by the Fund can be purchased by resident and non-resident natural and legal persons – except US citizens – provided that they comply with the rules defined in the terms and conditions of the offering.

Based on the scope of potential investors – in line with the concept system applied in Section 67(1)(b) of the Collective Investments Act –, the Series “A” Fund Units can be defined as Fund Units offered to retail investors; this, however, should not be understood as a limitation of the scope of investors as indeed, Series “A” Fund Units can be purchased both by retail and by professional investors.

### ***1.9 Type of the Fund***

Open-end

### ***1.10 Maturity of the Fund***

Unfixed

### ***1.11 Harmonisation of the Fund***

An investment fund authorised by the Supervisory Authority and harmonised in accordance with the UCITS Directive.

### ***1.12 Number and description of any series issued by the Fund, showing the differences between each series***

The Series “A” Fund Units issued by the Fund have a nominal value of EUR 1 (one), the type of Fund Units is registered and they are issued in dematerialised form. The Fund Units are dematerialised, i.e. they are issued in the form of computer signs; therefore, they cannot be printed.

### ***1.13 Primary category of assets under the law in which the Fund may invest***

Securities fund.

### ***1.14 Capital or yield guarantee, capital or yield protection applicable to the Fund***

Not applicable.

## ***2. OTHER BASIC INFORMATION ON THE FUND***

**Cross-border marketing:** After passporting and, in the case of third countries, obtaining marketing authorisation for the Fund in accordance with the local marketing rules, the Fund Units shall also become available abroad (in another EEA State or a third country). The special terms and conditions of cross-border marketing are highlighted in the appropriate sections of this Fund Management Policy.

Name used for distribution abroad: OTP Multi-Asset Conservative Fund of Funds

## ***3. LIST OF REGULATIONS ON INVESTMENT FUND MANAGEMENT, ON THE OFFERING AND DISTRIBUTION OF FUND UNITS, AND OF THE LAWS GOVERNING THE RELATIONSHIP BETWEEN THE FUND AND THE INVESTORS***

The Fund, the Fund Manager, the Depositary, the Principal Distributor and all other persons indicated in the Prospectus and in the Fund Management Policy as participating organisations, as well as the legal relationship between such persons and the Fund or the Fund Manager are subject to Hungarian law (including directly applicable legislative acts of the European Union).

The special regulations on investment fund management, on the offering and distribution of fund units, and the laws governing the relationship between the fund and the investors are listed below:

(a) Investment fund management, the operation of the investment fund and the investment fund manager and the legal relationship between the fund and the investors are subject to:

- Act XVI of 2014 on Collective Investment Trusts and their Managers and Amending Certain Finance Related Acts (“Collective Investments Act”);
- Government Decree No. 79/2014 (III. 14.) on the structural organisation, conflict of interest, conduct of business and risk management requirements of UCITS managers;
- Government Decree No. 78/2014 (III. 14.) on the investment and borrowing policies of collective investment trusts;
- Act CXX of 2001 on the Capital Market (“Capital Market Act”)
- Act CXXXVIII of 2007 on Investment Firms and Commodity Dealers and on the Regulations Governing their Activities (“Investment Firms Act”)

(b) The offering and distribution of investment fund units are subject to:

- Act XVI of 2014 on Collective Investment Trusts and their Managers and Amending Certain Finance Related Acts ("Collective Investments Act");
- Act CXX of 2001 on the Capital Market ("Capital Market Act")
- Act CXXXVIII of 2007 on Investment Firms and Commodity Dealers and on the Regulations Governing their Activities ("Investment Firms Act")
- Act LII of 2018 on Social Contribution Tax;

In addition to the regulations listed above, any other regulations to which the regulations listed above refer shall also be applicable, along with regulations at lower levels of the legal source hierarchy issued pursuant to the authorisations included in the legislation listed above.

As regards the latter, the most notable regulation applicable to the offering and distribution of fund units is Government Decree No. 284/2001 (XII. 26.) on the mode of the generation and transfer of dematerialised securities and the relevant safety requirements, and on the opening and management of securities accounts, central securities accounts and customer accounts ("Customer Account Decree").

The investment fund and the fund manager are subject to the supervision of the Magyar Nemzeti Bank, the legal status, duties, procedures, organisation and financial management of which are regulated in Act CXXXIX of 2013 on the Magyar Nemzeti Bank.

Through the rules applicable to the supervisory fee imposed on the investment fund, the operation of the investment fund is also affected by MNB Decree No. 3/2023 (I. 19.) on the method and terms of the payment and calculation of the supervisory fee.

General regulations on securities are included in Act V of 2013 on the Civil Code ("Civil Code").

In addition, applicable legal regulations include the following legal acts of the European Union:

The amended Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009 (UCITS V Directive)

Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012;

Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector;

Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending Regulation (EU) 2019/2088.

The text of the abovementioned regulations is also available electronically at:

<https://www.mnb.hu/felugyelet/szabalyozas/jogszabalyok>

The text of the Hungarian legislation in effect is available in full on the following website: Jogszabálykereső (Magyarország.hu)

#### **4. A DESCRIPTION OF THE MAIN LEGAL IMPLICATIONS OF THE INVESTMENT, INCLUDING INFORMATION ON JURISDICTION AND ON THE APPLICABLE LAW**

The rights of investors are discussed in detail in Section 10 of the Fund Management Policy.

By acquiring the Fund Units, the investor accepts that the relationship between the Fund and the investor is subject to the provisions of Hungarian law, and through the Hungarian legislation, the provisions of the legal acts of the European Union directly applicable in Hungary. In respect of the relationship between the Fund and the investor and any debate or dispute arising therefrom, the Parties subject themselves to the regular Hungarian court with competence as per the rules on competence and jurisdiction in effect under Hungarian law.

The recognition and enforcement of the judgments of Hungarian courts abroad are governed by the Hungarian regulations in effect and the applicable legal acts of the European Union; thus, in particular, Regulation (EU) No

1215/2012 of the European Parliament and of the Council of 12 December 2012 on jurisdiction and the recognition and enforcement of judgments in civil and commercial matters.

## **II. Information on the Fund Units (separately for each series)**

### **5. ISIN CODE OF THE FUND UNITS**

The Fund issues one Fund Unit series in a dematerialised form. ISIN code of Series “A” Fund Units: HU0000729793

### **6. NOMINAL VALUE OF THE FUND UNITS**

Nominal value of each Series “A” Fund Unit: EUR 1.

### **7. CURRENCY OF THE FUND UNITS**

The currency of series “A” Fund Units is euro.

### **8. MODE OF PRODUCTION OF THE FUND UNITS, INFORMATION RELATING TO ISSUE AND MARKETING**

Mode of production of the Fund Units issued by the Fund: dematerialised securities.

*Dematerialised securities:*

Pursuant to Section 5(1)29 of the Capital Market Act and for the purposes of other legal regulations implemented by the authorisation thereof, dematerialised securities are electronic instruments identifiably containing all material information of securities, which are recorded, transmitted and registered electronically.

### **9. MEANS OF PROOF AND REGISTRATION OF OWNERSHIP OF THE FUND UNITS**

Pursuant to Section 6:569(7) of the Civil Code, for the transfer of dematerialised securities, a contract or another legal title of transfer, the charging of the transferor’s securities account and the crediting of the dematerialised securities to the new holder’s securities account shall be required. Pursuant to Section 138(1) of the Capital Market Act, whenever title to dematerialised securities is transferred, it must take place through debiting and crediting securities accounts. Pursuant to Section 6:570 of the Civil Code, the rights represented by the securities shall pass to the new holder of the securities upon the transfer of the securities, irrespective of whether the transferor had those rights or not.

Pursuant to Section 6:566(6) of the Civil Code and Section 138(2) of the Capital Market Act, unless proven to the contrary, the holder of dematerialised securities shall be considered the holder of the securities account on which the dematerialised securities are registered. The account statement issued by the provider of the securities account shall evidence ownership of the dematerialised securities to third parties as effective on the statement date. Account statements do not constitute securities; they are not transferable and cannot be redeemed by endorsement.

The Fund Units are dematerialised, i.e. they are issued in the form of computer signs; therefore, they cannot be printed.



**10. RIGHTS OF INVESTORS EMBODIED IN THE FUND UNITS**

In terms of treatment, the Fund Manager shall not discriminate between investors; each investor shall receive the same fair treatment.

The holder of the Fund Unit shall be entitled to

- give an order to the Distributor to redeem their Fund Units at the net asset value per Unit determined for the specific series, less the redemption commission, on the Trading Day, during Trading Hours at any of the Points of Sale;
- be informed of the redemption/sales commission prior to purchasing/redeeming the Fund Units;
- receive free of charge, when purchasing the Fund Unit for the first time, the Fund's Prospectus, the Fund Management Policy and the Key Investor Information Document, while the most current annual and semi-annual reports shall be furnished to the investor free of charge upon request;
- receive free of charge upon request, during the continuous distribution of the Fund Units, the Fund's Key Investor Information Document, the Prospectus, the Fund Management Policy, the annual and semi-annual reports and the most current portfolio report, and to be informed during verbal and electronic sales of the locations where the documents listed are available;
- receive a share of the distributable equity of the Fund if the Fund is terminated, as per Section 50 of the Fund Management Policy;
- view the business regulations of the Fund Manager and the proceeding Distributor;
- have access to the regular and extraordinary information specified in the Collective Investments Act at the publication sites defined in the Prospectus and at the Points of Sale.
- view the termination report after the termination of the Fund; and
- exercise any other rights defined by law and in the Fund Management Policy.

**III. Investment policy and objectives of the Fund****11. DESCRIPTION OF THE FUND'S INVESTMENT OBJECTIVE AND SPECIALISATION, INCLUDING ITS FINANCIAL OBJECTIVES**

The Fund is a mixed fund with active risk management, operating in a 'fund of funds' structure and investing in global markets. The investments of the Fund consist of the Fund Units of investment funds investing – for the most part – in developed markets and having a smaller share in emerging markets. Compared to traditional mixed funds, the Fund may also invest in such alternative instruments (real estate funds, hedge funds, the fund units of commodity market funds), whose price is expected to exhibit low correlation – i.e. co-movement – with the price of the Fund's other instruments. The low correlation, in turn, may contribute to balancing the Fund's performance and reducing price fluctuations. Meanwhile, with active risk management the Fund strives to exhibit greater stability even during the turbulent periods that occur regularly in capital markets in comparison with other funds with a similar composition. In addition, the 'fund of funds' scheme enables the Fund Manager to ensure that the funds selected for holding specific assets are those which proved to manage the specific risks of the given asset class very well in the past. The fund of the funds is composed of partly active and partly passive funds. One of the criteria applied for the selection of active funds is whether the risk/adjusted return on the selected funds and the quality of their risk management are competitive compared to other funds in their own asset class. The quality of risk management is determined partly by understanding the risk strategy of the fund and partly by the indicator measuring the risk level of the fund (volatility, largest historic deterioration). Besides the risk ratios it also matters whether the fund manager of the given fund has a competence which makes it likely that over the medium term, the fund achieves a return that exceeds the benchmark index of the fund. The main criterion for the selection of passive funds is the pricing and the market liquidity of the funds. The Fund Manager's objective is to ensure that over the recommended investment horizon, the Fund achieves a higher risk-adjusted return than the traditional mixed funds.

The Fund Manager integrates sustainability risks and their management in the Fund's decision making processes; accordingly, the Fund is in line with Article 6 of the SFDR Regulation.

The Fund does not aim to promote environmental and/or social characteristics (does not fall within the scope of Article 8(1) of the SFDR Regulation) or make sustainable investments (does not fall within the scope of Article 9(1), (2) and (3) of the SFDR Regulation).

**12. INVESTMENT STRATEGY, INVESTMENT TECHNIQUES TO IMPLEMENT THE FUND'S OBJECTIVES**

In accordance with the “fund of funds” structure, the investments of the Fund comprise actively managed funds and funds following a passive strategy, classified into the following three asset classes: international equity funds, international bond funds and alternative funds. The Fund Manager seeks to select funds covering a similar investment universe, whose returns are not expected to move closely together due to the underlying securities selection methodology used. This allows the fund of funds scheme to offer the possibility to achieve a diversification benefit. The Fund may also hold derivative instruments to reduce the risk of the above-mentioned assets and liquid assets to ensure the continuous redemption of investment units.

The Fund pursues an active investment policy, and the percentage of the different asset classes is reviewed at least once a year. These percentages may change within the limits specified in the Fund Management Policy, depending on the cyclical position of the economy, the momentary state of capital markets and the relative pricing of the asset classes.

The Fund invests at least 80% in assets issued and traded outside Hungary.

**13. CATEGORIES OF ASSETS IN WHICH THE FUND IS AUTHORISED TO INVEST, WITH AN INDICATION WHETHER THE FUND IS AUTHORISED TO CONDUCT TRANSACTIONS IN FINANCIAL DERIVATIVE INSTRUMENTS**

*Collective investment securities*

The Fund shall be permitted to include fund units and other collective investment securities in its portfolio subject to the limitations applicable to its investment policy.

*Government securities*

Government securities are debt securities issued by the European Union, a Member State of the European Union – including the government department, agency or special purpose vehicle thereof –, in the case of federal Member States, a Member of the Federation, a special purpose vehicle for several Member States, an international financial institution established by two or more Member States which has the purpose of mobilising funding and provide financial assistance to the benefit of its members that are experiencing or threatened by severe financing problems, or by the European Investment Bank.

*Bank deposits*

In order to ensure the Fund's liquidity or in cases where the Fund is unable to properly invest its uncommitted capital into securities, the Fund Manager is entitled to deposit the Fund's uncommitted capital at credit institutions in demand deposits or in deposits that are redeemable at notice and have a maturity of up to 12 months, provided that the registered office of the credit institution is in a Member State of the European Union or, if the credit institution's registered office is not in a Member State, it is subject to prudential rules which, in the opinion of the Supervisory Authority, are equivalent to the provisions set out in Union legislation.

*Securities financing transactions*

*Repurchase and reverse repurchase agreements*

A repurchase and a reverse repurchase agreement means any agreement for the transfer of securities or guaranteed rights relating to title to securities where the guarantee is issued by a recognised exchange which holds the rights to the securities and the agreement does not allow the seller to transfer or pledge a particular security to more than one counterparty at a time, and also contains a commitment of the seller to repurchase and a commitment of the buyer to resell the given securities – or securities of the same type substituting the given securities – at a specified price on a future date specified, or to be specified, by the transferor. Such transaction shall be regarded as a repurchase agreement for the person selling the securities and a reverse repurchase agreement for the person buying them.

*Buy-sell back and sell-buy back transactions*

A buy-sell back or a sell-buy back transaction means a transaction by which a counterparty buys or sells securities or guaranteed rights relating to title to securities agreeing, respectively, to sell or to buy back securities or guaranteed rights of the same description at a specified price on a future date; that transaction shall be regarded a buy-sell back transaction for the counterparty buying the securities or guaranteed rights, and a sell-buy back transaction for the counterparty selling them.

*Securities lending and securities borrowing*

A transaction where the counterparty transfers securities to a borrower with the commitment of the borrower to return the same securities on demand or at a pre-specified future date; for the counterparty transferring the securities the transaction is a securities lending transaction, and for the counterparty receiving the securities, it is a securities borrowing transaction.

*Forex instruments*

The Fund Manager may invest the assets of the Fund in instruments denominated in foreign currencies, currency pairs or derivatives for such instruments.

*Other debt securities, financial market instruments*

Bonds and financial market instruments issued by other organisations (e.g. economic operators, credit institutions, municipalities and other institutions) and according to the Bszt. debt securities other than government securities within the meaning of Section 4 (2) 2a) of Paragraph 4 issued or guaranteed by a Member State of the Organisation for Economic Cooperation and Development (OECD) other than a Member State of the European Union or by the central bank of such OECD Member State.

*Shares*

A share is a security representing membership rights or an interest in a company limited by shares.

*Derivative instruments*

A derivative contract is a transaction whose value depends on the value of the underlying investment instrument, foreign exchange, or reference rate (underlying instrument) and which may itself be traded.

*Eligible derivative instruments:*

Derivative financial instruments traded on regulated markets, including equivalent cash-settled instruments and non-standardised derivative financial instruments traded over the counter (OTC derivative contracts), provided that:

- a) the underlying instruments of such OTC derivative contracts are eligible instruments, or financial indices, interest rates, exchange rates or currencies in which the Fund is permitted to invest in accordance with its investment objectives laid down in the Fund Management Policy;
- b) the counterparties to such OTC derivative contracts are institutions subject to prudential supervision and classified into the categories authorised by the Supervisory Authority, and
- c) the reliable and verifiable daily valuation of such OTC derivatives is ensured and, at the Fund's initiative, the contracts can be sold, liquidated or closed by an offsetting transaction at any time at their fair market value.

The Fund may also conclude total return swap contracts; i.e. transactions where a counterparty transfers to another counterparty the total financial result of a reference liability, including interest and fee income, any capital gains and losses or credit losses.

**14. HIGHEST AND LOWEST SHARE OF SPECIFIC ASSETS AUTHORISED IN A PORTFOLIO, OR THE PROPOSED SHARE THEREOF**

In respect of the highest and lowest share of specific portfolio elements, the Fund applies the limits included in prevailing legislative provisions; thus, in particular, in Government Decree No. 78/2014 (III. 14.) – it does not undertake limitations that are more stringent by comparison. This section is designed to present envisaged target shares that do not imply a limitation and that are expected during the implementation of the Fund's investment strategy and daily operation.

<i>TARGET RATIOS PLANNED TO BE APPLIED BY THE FUND, EXPRESSED AS A PERCENTAGE OF NET ASSET VALUE</i>	<i>PLANNED MINIMUM</i>	<i>PLANNED MAXIMUM</i>
<b>Investment instruments</b>		
• Term deposits	0%	40%
<b>Investments in bond-type instruments</b>		
• Government securities and securities guaranteed by the state	0%	50%
• Mortgage bonds and other secured bonds	0%	20%
• Other debt securities, money market instruments	0%	20%
<b>Shares</b>		
• Shares traded on a regulated market/stock exchange	0%	20%
<b>Collective investment securities</b>		
• Collective investment securities	60%	100%
<b>Other information</b>		
<b>Derivatives (derivatives admitted to trading on a regulated market/stock exchange and OTC derivatives)</b>		
• Forwards, options and swaps	0%	100%

**15. DESCRIPTION OF ANY LIMITATIONS ON THE INVESTMENT POLICY AND AN INDICATION OF ANY TECHNIQUES AND INSTRUMENTS OR BORROWING POWERS WHICH MAY BE USED IN THE MANAGEMENT OF THE FUND, INCLUDING AGREEMENTS FOR THE USE, LIMITATION, REUSE OF GUARANTEES AND ASSETS AND THE MAXIMUM LEVEL OF LEVERAGE THAT MAY BE USED**

The Fund Manager may conclude contracts on behalf of the Fund for possible components of the portfolio only if they do not infringe upon the limits listed below.

Compliance with the investment rules defined in the table below must be achieved at the time of the investment decision, with a view to the market value of the various portfolio components on the transaction date as compared to the Fund's equity on that date.

**Investment limits in relation to the assets of the Fund:**

According to Articles 8-11 of Government Decree 78/2014 on the rules for investment and borrowing of collective investment vehicles:

- (1) The assets of the UCITS shall not exceed.
  - (a) 10 per cent of its assets may be invested in transferable securities or money market instruments issued by the same issuer,
  - (b) 20 per cent in deposits of the same credit institution.
- (2) The counterparty risk exposure of a UCITS to a counterparty under an OTC derivative contract may not exceed 5 per cent of its assets or, if the counterparty to the contract is a credit institution as defined in Article 2(1)(f) of Government Decree No 78/2014, 10 per cent of its assets.
- (3) The total value of transferable securities and money market instruments of issuers in which the value of the investments made by the UCITS exceeds 5 per cent of the assets of the UCITS may not exceed 40 per cent of the assets of the UCITS. This does not apply to deposits with credit institutions subject to prudential supervision or OTC derivative transactions with credit institutions subject to prudential supervision.
- (4) Notwithstanding the specific limits for issuers set out in paragraph 1, the UCITS' aggregate exposure to an institution arising from investments in transferable securities or money market instruments issued by that institution, deposits with that institution and OTC derivative contracts with that institution shall not exceed 20 per cent of the assets of the UCITS.
- (5) A limit of 35 per cent may be applied to the limit set out in point (a) of paragraph 1 where the issuer or guarantor of transferable securities or money market instruments is a Member State, a local authority of a Member State, a third country or a public international body of which one or more EEA States are members. Such securities and

money market instruments shall not be taken into account for the purposes of applying the 40 % limit referred to in paragraph 3.

(6) A limit of 25 per cent may be applied to mortgage bonds issued by mortgage credit institutions domiciled in Hungary, as opposed to the limit set out in point (a) of paragraph (1), and bonds issued before 8 July 2022 by a credit institution established in an EEA State and subject to special public supervision by law to protect the interests of bondholders, provided that the latter is required by law to invest the proceeds of the issue of the bonds in such assets, which are capable of satisfying the claims attaching to the bonds at all times during the term of the bonds and which must be used in the first instance to repay the principal and pay the accrued interest in the event of the liquidation of the issuer, or, in the case of bonds covered by the Directive 2019/65/EK of the European Parliament and of the Council of 20 December 2019 on the issuance of covered bonds and the public supervision of covered bonds and amending Directives 2009/65/EC and 2014/59/EU, by the assets which are eligible for the issuance of covered bonds. and are considered covered bonds under the law of the EEA State transposing Directive (EU) 2019/2162 of the European Parliament and of the Council of 27 November 2019 amending Directives 2009/65/EK and 2014/59/EU. Where a UCITS invests more than 5 per cent of its assets in securities covered by this paragraph issued by an issuer, the total value of such investments shall not exceed 80 per cent of the assets of the UCITS. Those securities and money market instruments shall not be taken into account for the purposes of applying the 40 per cent limit referred to in paragraph 3.

(7) The limits provided in paragraphs (1) to (6) may not be aggregated, so that investments in transferable securities and money market instruments issued by the same issuer or in deposits and derivative instruments placed with such an undertaking may not exceed 35 per cent of the assets of the UCITS.

(8) Companies belonging to a group of undertakings for the purpose of preparing consolidated annual accounts or in accordance with accepted international accounting standards shall be considered as one person for the purpose of calculating the limits referred to in Article 8 of Government Decree 78/2014, provided that the total value of investments in transferable securities and money market instruments of the same group of undertakings may not exceed 20 per cent of the assets of the UCITS.

Instead of the limit laid down in paragraph 1, a limit of 35 per cent may be applied in respect of an issuer if it is highly dominant in the regulated markets and indices concerned.

By way of derogation from the limits set out in Article 1/C(1)(a) and Article 8 of Government Decree 78/2014 on the investment and borrowing rules for collective investment vehicles, UCITS may, subject to the authorisation of the Supervisory Authority, invest up to 100 per cent of their assets in various transferable securities and money market instruments issued or guaranteed by an EEA State, its local government, a third country or an international organisation of which one or more Member States are members. The Supervisor may grant a derogation if the UCITS' unit-holders benefit from the same level of protection as unit-holders of a UCITS applying the limits under Article 8 and the UCITS has at least six different issues of securities and invests up to 30 per cent of its assets in a single series of securities.

The UCITS may invest up to 20 per cent of its assets in the collective investment securities of a given UCITS regulated by Article 2(1)(e) of Government Decree 78/2014 on the rules of investment and borrowing of collective investment vehicles or in the securities of other collective investment vehicles.

The total value of units of unit trusts other than UCITS and other collective investment undertakings may not exceed 30 per cent of the assets of the UCITS.

#### **Investment limits on the side of the permitted assets**

Pursuant to Article 12 of Government Decree 78/2014 on the rules of investment and borrowing of collective investment vehicles:

(1) A UCITS may not acquire a qualifying influence in any issuer or an influence giving rise to a public takeover bid in a publicly traded company.

(2) In addition to the provisions of paragraph (1), a UCITS may not obtain

(a) up to 10 per cent of the non-voting shares of an issuer,

(b) up to 10 per cent of the debt securities of an issuer,

(c) up to 25 per cent of the collective investment fund units of another UCITS or of the collective investment fund units of another collective investment undertaking,

(d) up to 10 per cent of the money market instruments of an issuing institution.

(3) The limits set out in paragraph (2) may be disregarded at the time of acquisition if the gross value of the debt securities or money market instruments or the net value of the securities to be placed cannot be determined at that time.

(4) The limits in paragraphs (1) and (2) shall not apply:

(a) in the case of transferable securities and money market instruments issued or guaranteed by an EEA State or its local government,

(b) transferable securities and money market instruments issued or guaranteed by a third country,

(c) transferable securities and money market instruments issued by public international organisations of which one or more EEA States are members,

(d) in respect of shares of a company incorporated in a third country which invests primarily in the securities of issuers established in that State, where such ownership is the only possible way under the laws of that State for the UCITS to invest in the securities of issuers established in that State.

(5) The derogation provided for in paragraph (4)(d) may be applied only if the investment policy of the undertaking situated in the territory of the third country complies with the UCITS' investment limits and the rules on overrunning of those limits.

The Fund's consolidated risk exposure to an institution arising from investments in transferable securities or money market instruments issued by the same institution, or in deposits placed or OTC derivative contracts concluded with the given institution may not exceed 20 percent of the Fund's assets.

The Fund is not required to comply with the investment limits listed in this chapter when exercising subscription rights attaching to negotiable securities and money market instruments held by it or when the limits are exceeded for reasons beyond the Fund's control. In the event of such breaches of the limits, the Fund shall restore compliance with the limits in its sales transactions – taking due account of the interests of its investors – as soon as possible but no later than within 90 days.

Investments in transferable securities or money market instruments issued by the same issuer or in deposits or derivative instruments made with that issuer shall under no circumstances exceed 35 percent of the Fund's assets.

Investments made in the units of investment undertakings other than UCITS and in other collective investment securities may not exceed, in aggregate, 30 percent of the Fund's assets.

The Fund Manager may not invest its own capital in the Fund Units issued by the Fund.

The Fund invests at least 80% in assets issued and traded outside Hungary.

The Fund may not purchase securities issued by the Fund Manager or by the Fund Manager's affiliated company, with the exception of securities whose price is listed publicly, including securities issued by public open-end collective investment trusts and securities admitted to trading on an exchange.

The amount of the loans borrowed by the Fund at a maturity of less than 3 months may not exceed 10 percent of its assets. The Fund is entitled to pledge collateral for the borrowing. The Fund may not issue bonds or any other debt securities. Deferred payment arrangements provided by the Distributor for up to 15 days for a payment obligation by the Fund shall not constitute borrowing.

The Fund may not purchase financial instruments held by the Fund Manager, and may not sell financial instruments to the Fund Manager.

The Fund's total net exposure to derivative contracts may not exceed 100 percent of the net asset value.

Leverage: the maximum total net risk exposure of the Fund is limited to 200% of the Fund's assets according to the investment policy.

Moreover, the Fund Manager shall comply at all times with any other investment limitations set out in the Collective Investments Act, in Government Decree No. 78/2014 (III. 14.) and in any other legislation in effect.

**16. CURRENCY IN WHICH THE PORTFOLIO EXPOSURE IS DENOMINATED**

The Fund Manager manages the Fund's currency exposure actively. Where the Fund Manager deems it appropriate, it may completely eliminate the foreign exchange risk arising from instruments denominated in foreign currencies by way of forward currency sales, but it may also undertake open foreign currency positions at its discretion. Accordingly, the Fund's net foreign currency exposure may vary between 0% and 100%.

**17. DESCRIPTION OF THE INVESTMENT POLICY ENSURING THE PROTECTION OF CAPITAL AND YIELDS AND THE UNDERLYING TRANSACTIONS ENVISAGED**

Not applicable.

**18. BORROWING POLICIES**

The amount of the loans borrowed by the Fund at a maturity of less than 3 months may not exceed 10 percent of its assets. The Fund is entitled to pledge collateral for the borrowing. The Fund may not issue bonds or any other debt securities. Deferred payment arrangements provided by the Distributor for up to 15 days for a payment obligation by the Fund shall not constitute borrowing.

The Fund may not provide loans or guarantees. This restriction does not apply to the purchase of financial instruments that have not been fully paid.

The Fund is entitled to pledge collateral for its derivative transactions deriving their value from the Fund's assets. The valuation terms of assets pledged are included in Section 27 of the Fund Management Policy.

The Fund may lend or borrow securities in the framework of securities lending/borrowing transactions provided that they do not exceed 50% of the value of its assets in total.

**19. THE STATES, LOCAL AUTHORITIES OR PUBLIC INTERNATIONAL BODIES ISSUING OR GUARANTEEING SECURITIES IN THE SECURITIES OF WHICH THE FUND INTENDS TO INVEST MORE THAN 35 PERCENT OF ITS ASSETS**

Not applicable.

**20. DESCRIPTION OF THE REPLICATED INDEX AND THE MAXIMUM LEVEL OF DEVIATION FROM THE INDEX-WEIGHTED AVERAGE OF SECURITIES**

Not applicable.

**21. THE INVESTMENT POLICY OF THE INVESTMENT FUND IN WHICH AN INVESTMENT FUND INVESTING IN OTHER INVESTMENT FUNDS PLANS TO INVEST MORE THAN 20 PERCENT OF ITS ASSETS**

Not applicable.

**22. DESCRIPTION OF THE TARGET UCITS AND ITS INVESTMENT COMPARTMENT, DESCRIPTION OF THE MASTER AIF, INFORMATION ON WHERE ANY MASTER AIF IS ESTABLISHED**

Not applicable.

### **23. *OTHER INFORMATION RELATED TO THE GIVEN SUBJECT***

Not applicable.

### **24. *INFORMATION RELATED TO DERIVATIVE TRANSACTIONS***

#### **24.1 *Information on whether the derivative transactions are carried out for hedging purposes or for the implementation of investment objectives***

The Fund uses derivative instruments for hedging purposes and for the efficient development of the portfolio. Transactions concluded for hedging purposes reduce the Fund's exposure to foreign currency or other instruments. With the use of positions taken for the efficient development of the portfolio, we undertake a market exposure through derivative instruments, which may increase the risk of the portfolio through the risk of default associated with derivative contracts.

#### **24.2 *Potentially targeted derivative instruments or derivative transactions***

Eligible derivative instruments:

Derivative financial instruments traded on regulated markets, including equivalent cash-settled instruments and non-standardised derivative financial instruments traded over the counter (OTC derivative contracts), provided that:

- a) the underlying instruments of such OTC derivative contracts are eligible instruments, or financial indices, interest rates, exchange rates or currencies in which the Fund is permitted to invest in accordance with its investment objectives laid down in the Fund Management Policy;
- b) the counterparties to such OTC derivative contracts are institutions subject to prudential supervision and classified into the categories authorised by the Supervisory Authority, and
- c) the reliable and verifiable daily valuation of such OTC derivatives is ensured and, at the Fund's initiative, the contracts can be sold, liquidated or closed by an offsetting transaction at any time at their fair market value.

#### **24.3 *Indication of the specific statute under which the Fund exercised any derogation option***

Not applicable.

#### **24.4 *Investment limits governing derivative transactions***

The Fund may conduct derivative transactions under the following terms:

- a) the derivative contract is concluded for hedging purposes or for the efficient management of the portfolio;
- b) the Fund's total (net) exposure to derivative contracts may not exceed the net asset value of the Fund. In calculating the exposure, the current market value of the underlying instruments, the risk of the other party participating in the transaction (counterparty risk), assumed market movements in future and the time available for the closure of the transactions must be considered;
- c) the Fund's risk exposure to individual assets underlying the derivative transactions – also considering the netted risk exposure embodied in the derivatives for the given asset – may not exceed the investment limits defined for the specific asset in Government Decree No. 78/2014 (III. 14.) and in the Fund Management Policy. When applying this rule, index-linked derivative transactions need not be considered; however, it should always be considered if a transferable security or money market instrument contains a derivative instrument.

#### **24.5 *Netting rules for positions held in specific instruments***

The investment limits listed in Section 15 of the Fund Management Policy shall refer to the net position of individual securities as follows:

- net position of currencies, securities representing identical rights, and of forward transactions for the same currency or investment instruments and for the same maturity, options and option warrants shall mean the difference between long (short) positions of the investment instrument as opposed to short (long) positions;
- the investment fund manager may offset the fund's long (short) non-derivative positions in currencies or investment instruments by short (long) derivative positions in the same currencies or investment instruments, as well as the long and short derivative positions in the same assets against one another;
- positions in the same underlying securities may be offset if all of the criteria specified below are satisfied concurrently:
  1. the issuers of the securities, nominal interest rates and their maturity period are the same, and
  2. the securities are denominated in the same currency;



- positions in convertible securities may not be offset by an opposite position in securities to which the underlying securities can be converted;
- the net position of the Fund shall be determined for each currency. Net open currency position shall mean the total of the following constituents:
  - a) positions from non-derivative transactions;
  - b) net futures position (difference between the receivables and liabilities in connection with forward currency transactions, including the capitalised sums of forward currency transactions and currency swaps conducted on the exchange);
  - c) contingent and fully collateralised future income and liabilities;
  - d) net delta risk of options for the same currencies (net delta risk shall mean the difference between the absolute values of positive and negative delta risks. The delta risk of an option transaction is the market value of the underlying currency multiplied by the option's delta);
  - e) the market value of other options denominated in foreign currencies;
- an index-driven derivative instrument may be offset against securities listed under the same reference index, if comprising at least eighty percent of the securities listed under the reference index in question;
- securities pledged as collateral for a loan or transferred under a lending agreement cannot be offset against derivative short positions.

#### ***24.6 Management of positions in indices and other complex instruments***

Not applicable

#### ***24.7 Sources of pricing information used for valuation***

Prices published by the Government Debt Management Agency (ÁKK), BLOOMBERG, REUTERS, or the data reporting agent providing quotes for the instrument concerned shall be used for the purposes of valuation.

#### ***24.8 Where the features of the derivatives in which the investment fund plans to invest differ from the general features prescribed by the relevant legislation relating to derivative transactions, a prominent statement drawing attention to that effect, indicating the features of the given derivative transaction and the underlying risk***

Not applicable.

#### ***24.9 Other information related to the given subject***

Not applicable.

### ***25. SPECIAL PROVISIONS RELATING TO REAL ESTATE AND MIXED FUNDS***

Not applicable.

## **IV. Risks**

### ***26. DESCRIPTION OF RISK FACTORS***

*Risk arising from changes in the value of the investment instruments included in the Fund's portfolio:* The market price of the investment instruments in the portfolio of the Fund may fluctuate due to changes occurring in the economic and political environment, the monetary policy of central banks, the business activity of the issuers and the credit institutions accepting bank deposits, their liquidity and the perception thereof and the supply-demand relationship. The Fund Manager can mitigate, but cannot completely eliminate, the effect of price volatility by diversifying the portfolio; thus the net asset value per Fund Unit may decline in certain periods, and in extreme cases this may result in the loss of the Fund's shareholders' equity. Governments of individual countries may introduce measures (e.g. increase taxes, restrict profit repatriation, etc.) that could potentially have an adverse effect on the Fund. Further risks may arise from the ex post delivery of orders regarding the Fund Units: buy and redemption orders placed for the Fund Units are satisfied by the Distributor at the per Unit net asset value of the Fund calculated for the Trading

Settlement Day, and this per Unit net asset value calculated for the Trading Settlement Day may differ from the last per Unit net asset value available on the day on which the order was placed.

*Credit risk:* In the case of certain investment instruments included in the portfolio of the Fund, especially bank deposits, collective investment instruments, debt securities, ETCs, ETNs, certificates, other money market instruments and derivative instruments traded over the counter, the issuer's potential default may depreciate the value of these assets in the Fund's portfolio, which could in turn cause the Fund's net asset value per Fund Unit to decline significantly.

*Foreign exchange risk:* The Fund may make investments in currencies other than the respective Currencies of Issue of the series. The Fund Manager does not wish to eliminate (hedge) its currency position for the Currency of Issue continuously; therefore, exchange rate changes may impact the price of the Fund Units. The return on the Fund Units may also be affected by a change in the exchange rate of the Currency of Issue of each series expressed in Hungarian forint or in the official currency of the specific Foreign Distribution Territory.

*Liquidity risk:* The liquidity of certain securities and investment instruments may be less than desirable, which means that buyers/sellers for such instruments may be hard to find. As a result, certain securities in the portfolio that the Fund Manager wishes to sell may be hard to dispose of; thus the selling price may be lower than the fair market value of the security at the time.

*Counterparty risk:* Failure by counterparties to transactions entered into by the Fund Manager on behalf of the Fund to comply fully with their obligations may adversely affect the net asset value of the Fund and the price of the Fund Units.

*Operational risk:* The risk of loss due to the malfunctioning or improper operation of information systems or due to human error.

*Potentially adverse change(s) in tax regulations applicable to investment funds and investors:* Hungarian and foreign tax regulations applicable to the Fund may change adversely in future (tax increase, introduction of new tax(es), reduction or withdrawal of tax benefits), which means that the Fund or investors may have to pay a higher amount of tax in future. It could also happen that the Fund is forced to pay certain taxes on its incomes from investments that were not envisaged by the Fund Manager upon the acquisition of the investment and thus did not consider in its decision on acquiring the investment.

*Suspension of the continuous distribution of Fund Units:* The continuous distribution of Fund Units may be suspended by the Fund Manager or by the Supervisory Authority pursuant to the relevant provisions of the Collective Investments Act (Sections 114–116); thus investors may not be able to purchase or redeem their Fund Units on the desired day. The period of suspension is 30 days at most, with the proviso that should the Fund invest at least 20 percent of its assets in another investment fund, the period of suspension will be adjusted to the suspension rules of the underlying investment fund. In justified cases, at the Fund Manager's request, the Supervisory Authority may extend the suspension for a period of up to 1 year. The distribution of the Fund Units must be continued when the reasons for the suspension no longer exist or when so instructed by the Supervisory Authority in a resolution.

*Decreasing the Fund's capital:* In the event of an en masse redemption of the Fund Units, the equity of the Fund may decline to a level where the Fund Manager will initiate the termination of the Fund.

*Sustainability risks:* Sustainability risks may arise from the environmental and social impact of the Fund's investments and from the corporate governance system and practice of the economic operator involved in the investment. Sustainability risks arising from environmental impacts include, for example, the management of climate change, while the enforcement of internationally recognised labour law rules or the elimination of the gender wage gap are among the social impacts. As regards corporate governance, risks associated with respecting employee rights and compliance with data protection requirements may arise.

Sustainability risks may be considerable in and of themselves but they may also impact other risk factors significantly, elevating, for example, the level of market risk, liquidity risk, credit risk or operational risk. Should they materialise, sustainability risks may affect the value of the Fund's investments – including total impairment loss –, whereby they may have a detrimental impact on the Fund's performance.

Sustainability risks arising from environmental, social and corporate governance impacts may also materialise in a company-specific manner, where the market value of financial instruments issued by companies that do not comply with sustainability requirements may decrease due to the sustainability risks, which may be caused by events affecting the company's reputation, sanctions imposed on the company or even physical risks triggered by the climate change.

Sustainability risk: an environmental, social or governance event or circumstance the occurrence or existence of which could have an actual or potential material adverse effect on the value of the investment.

Sustainability risks from environmental impacts include, for example, inadequate management of climate change-related processes, social impacts include failure to enforce internationally recognised labour standards or inadequate efforts to address gender pay gaps, while risks from corporate governance include, for example, non-compliance with workers' rights and data protection requirements.

Sustainability risks may be significant in themselves but, if they materialise, they may also have a material impact on other risk factors and may, for example, adversely affect the level of market risk, liquidity risk, credit risk or operational risk, or adversely affect the value of the Fund's investments, including the overall loss in value, thereby adversely affecting the Fund's performance. Sustainability risks are therefore considered to be normal risks.

Sustainability risks from environmental, social and corporate governance impacts may also materialise in a company-specific manner, where the market value of financial instruments issued by companies that do not comply with sustainability requirements may decrease due to the sustainability risks, which may be caused by events affecting the company's reputation, sanctions imposed on the company or even physical risks triggered by the climate change.

Sustainability risks may also appear in operational risk – causing losses to the Fund as a whole – if the Fund Manager or the service providers engaged by it do not pay sufficient attention to environmental, social and governance considerations.

In making its investment decisions relevant to the Fund, the Fund Manager considers and duly assesses sustainability risks arising from environmental, social and governance aspects among all risks associated with the investment. The purpose of incorporating sustainability risks into investment decisions is to ensure that the risks are recognised as soon as possible so that their impact on the Fund's assets can be properly managed and mitigated.

In the risk management procedures applied by the Fund Manager, the Fund Manager takes account of and measures all risks relevant to the Fund as listed in this section; thus, in particular, the sustainability risks arising from environmental, social and governance aspects, applying risk indicators to assess the risks. Risk indicators assess the risks from each aspect of the sustainability risk in consideration of quantitative and qualitative indicators. The Fund Manager uses ESG ratings and scores provided by an external data provider for the Fund. The data provider uses an extensive industry and company-specific database to summarise and classify each environmental, social and governance segment in a defined way, and then converts these into a single ESG indicator. The Fund Manager uses the indicators provided by the data provider in the investment decision making process.

The Fund Manager integrates sustainability risks and their management in the Fund's decision making processes; accordingly, the Fund is in line with Article 6 of the SFDR Regulation.

The Fund does not aim to promote environmental and/or social characteristics (does not fall within the scope of Article 8(1) of the SFDR Regulation) or make sustainable investments (does not fall within the scope of Article 9(1), (2) and (3) of the SFDR Regulation).

#### ***26.1 A description of the Fund's liquidity risk management, including redemption rights and existing redemption arrangements with investors***

The Fund Manager monitors and assesses the liquidity risk of the Fund continuously, and ensures that the liquidity profile of the Fund's investments complies with the Fund's obligations. The Fund Manager ensures that the investment strategy, the liquidity profile and the redemption policy are coordinated in respect of the Fund.

## **V. Valuation of assets**

#### ***27. METHOD OF CALCULATION OF THE NET ASSET VALUE, PLACE AND DATE OF PUBLICATION, PROCEDURE IN THE CASE OF ANY ERROR IN THE CALCULATION OF THE NET ASSET VALUE***

The net asset value of the Fund shall be determined by the Depositary. The net asset value of the Fund shall be determined using the latest possible market price information relating to the Fund's assets, in accordance with the provisions of the Fund Management Policy. The net asset value of the Fund and the net asset value per Fund Unit for each series shall be established for each Trading Day, and within two Trading Days the data shall be published at the Fund's official means of notification and shall also be made available to investors at the Points of Sale. The Fund Manager shall submit to the Depositary all documents which are necessary to establish the net asset value of the Fund without delay, consistent with the frequency of determining the net asset value. The method and information used for the valuation shall be documented in the case of investment instruments under litigation at the time, and for which rights granted to third parties have been registered.

In the event of any error in the calculation of the net asset value of the Fund, the incorrect net asset value shall be corrected at the time of the next assessment of net asset value with retroactive effect to the time when the error was made, if the error exceeds one thousandth of the net asset value of the Fund. In the correction process, the incorrect net asset value shall be adjusted to the correct value for each day for which the net asset value was calculated and which was therefore affected by the error detected. The adjusted net asset value shall be published. Net asset value data and any communications on incorrect net asset values shall be available on the Fund Manager's website (<https://www.otpalapkezelő.hu/hu/nyito>) and on the Principal Distributor's website (<https://www.otpbank.hu>).

If any Fund Units were distributed at the incorrect net asset value, the difference between the prices calculated at the incorrect and at the correct net asset value must be settled with the relevant investor within no longer than thirty days from the day on which the error was discovered, except where:

- a) the price differential of one Fund Unit calculated based on the incorrect net asset value is less than one thousandth of the price per Fund Unit calculated based on the correct net asset value;
- b) the amount to be settled as a result of the difference in the prices calculated based on the incorrect and the correct net asset value is less than one thousand forints for each investor;
- c) if an error was detected in the calculation of net asset value, the Fund Manager refrains from claiming refund from the investor in connection with the difference in the marketing price of the Fund Unit resulting from the correction of the error, provided that the Fund Manager and/or the Depositary shall cover the difference for the Fund.

The net asset value determining the daily T-day price is established – and expressed in the Currency of Issue – by the Depositary for the period of calculation as per the table below based on the market price and yield data and the valuation rules defined in Sections 28 and 29, and is published at the official means of notification by no later than the second Trading Day in Hungary following the T-day. The net asset value shall be calculated for every Trading Day. If the investment instrument in question is listed on more than one stock exchange, the Depositary shall be entitled to decide which stock exchange price should be used. Prices published by the Government Debt Management Agency (ÁKK), BLOOMBERG, REUTERS, or the data reporting agent providing quotes for the instrument concerned shall be used for the purposes of the valuation referred to in Section 28.

The net asset value of the Fund equals the value of the opening assets in the Fund's portfolio on T-day, calculated in accordance with Sections 28 and 29 and reduced by the liabilities of the Fund referred to in Section 28. The per Fund Unit net asset value equals the net asset value of the Fund divided by the opening number of Fund Units in circulation on T-day.

If, for any reason, the net asset value cannot be determined, then the value last determined shall be published and communicated together with a detailed description of the circumstances and facts preventing the calculation of the net asset value.

<b>Fund</b>	<b>Day of market prices for determining the net asset value on T-day</b>	<b>Period of determining the net asset value on T-day</b>	<b>Day of concluding the contract for the Fund Unit which is settled at the price on T-day</b>
OTP Multi-Asset Conservative Fund of Funds	T-day	The period between 5 p.m. on T-day and 6 p.m. on T+1	The Trading Day preceding the T-day by two Trading Days

## **28. VALUATION OF ASSETS IN THE PORTFOLIO, A DESCRIPTION OF THE VALUATION PROCEDURE AND OF THE PRICING METHODOLOGY FOR VALUING ASSETS**

a) in calculating the net asset value of the Fund, we consider the opening T-day balance of the *current account* increased by the interests accumulated by the T-day. If there is a difference between the calculated pro rata interest and the interest credited at the end of the interest period, the interest differential shall be recognised in the net asset value on the day of the credit transaction.

b) For the calculation of the net asset value, the value of *time deposits* shall also be increased by the pro rata interests on T-day. If there is a difference between the calculated pro rata interest and the interest credited at the end of the interest period, the interest differential shall be recognised in the net asset value on the day of the credit transaction.

c) *Fixed-interest Hungarian government bonds issued in Hungary in forints with a remaining maturity of more than three months and discount treasury bills* are valued at the gross price calculated for T-day, based on the mean value of their best bid-ask spreads last published by the Government Debt Management Agency (ÁKK) in the context of primary dealer quotation.

If the primary dealers do not quote a price for a fixed-interest government bond or discount treasury bill on T-day, then these securities shall be valued based on the mean value of their best bid-ask spreads last published by the primary dealers, at their gross price calculated for T-day. If the primary market dealers have not yet quoted a price for the government security in question, then it shall be valued at the gross price calculated for T-day based on its yield at the time of purchase.

d) *Fixed-interest Hungarian government bonds issued in Hungary in foreign currency and discount treasury bills* are valued at the gross price calculated for T-day, based on the mean value of their best bid-ask spreads last published by the Government Debt Management Agency (ÁKK) in the context of primary dealer quotation.

If the primary dealers do not quote a price for a fixed-interest government bond or discount treasury bill on T-day, then these securities shall be valued based on the mean value of their best bid-ask spreads last published by the primary dealers, at their gross price calculated for T-day. If the primary market dealers have not yet quoted a price for the government security in question, then it shall be valued at the gross price calculated for T-day based on its yield at the time of purchase.

e) *Variable-interest Hungarian government bonds issued in Hungary in forints with a remaining maturity of more than three months* are valued by adding up the mean value of their best bid and ask net price published in the context of primary dealer quotation on T-day and the pro rata interest accrued up until T-day. If the primary dealers do not quote a price for a variable-interest government bond on T-day, then these securities shall be valued at their best net bid and ask price last quoted by the primary dealers plus the interest accrued up until T-day. If the primary dealers have not yet quoted a price for a given government paper, the valuation shall take place in a linear manner with respect to the difference between the net purchase price and the nominal value between the payment day of the purchase and the day of principal payment, at the sum of the amortised net purchase price based on the days elapsed until the day of net asset value calculation and the interest accrued up until T-day.

f) *Variable-interest Hungarian government bonds issued in Hungary in foreign currency* are valued by adding up the mean value of their best bid and ask net price published in the context of primary dealer quotation on T-day and the pro rata interest accrued up until T-day. If the primary dealers do not quote a price for a variable-interest government bond on T-day, then these securities shall be valued at their best net bid and ask price last quoted by the primary dealers plus the interest accrued up until T-day. If the primary dealers have not yet quoted a price for a given government paper, the valuation shall take place in a linear manner with respect to the difference between the net purchase price and the nominal value between the payment day of the purchase and the day of principal payment, at the sum of the amortised net purchase price based on the days elapsed until the day of net asset value calculation and the interest accrued up until T-day.

g) *Hungarian government securities with a remaining maturity of three months or less* are valued at the gross price calculated for T-day based on the 3-month benchmark yield of the Government Debt Management Agency (ÁKK) on T-day. In the case of bonds with a maturity of less than 3 months, the T-day gross price is calculated by converting the T-day ÁKK benchmark yield to a bond-equivalent yield.

h) the market value of *publicly traded fixed-rate bond-type instruments and money market instruments of credit institutions, economic operators and Hungarian local governments* is determined at T-day gross value calculated from the mean value of the net bid-ask price quoted in the afternoon of T-day (price data displayed by Bloomberg or Reuters or published by the market makers providing quotes for the given instrument). If no price was quoted for the specific day, the evaluation will be carried out at the gross value calculated for T-day from the mean value of the last net bid-ask price, or, if the securities are listed on the stock exchange and the last available stock exchange price upon the calculation of the net asset value is more timely, the securities shall be valued at the gross price calculated for T-day based on the last stock exchange price. If the primary dealers have not quoted a price for the specific bond yet, listed securities shall be valued at the gross price calculated for T-day based on the price of the last stock exchange trade, while unlisted bonds shall be valued at the gross value calculated for T-day based on the yield of the bond at the time of the purchase.

i) the market value of *publicly traded variable-rate bonds and money market instruments of credit institutions, economic operators and Hungarian local governments* is determined at the mean value of the bid-ask price quoted in the afternoon of T-day (price data displayed by Bloomberg or Reuters or published by the market maker providing quotes for the given instrument) plus the interest accrued up until T-day. If there was no quote on the specific day, the securities shall be valued at the mean value of the last net bid-ask price plus interest accrued up until T-day, or, if the securities are listed on the stock exchange and the last available stock exchange price upon the calculation of the net asset value is more timely, the securities shall be valued at the net price of the last stock exchange trade plus interest accrued up until T-day. If the primary dealers have not yet quoted a price for the given bond, listed securities

shall be valued at the net price of the last stock exchange trade plus interest accrued up until T-day, while unlisted bonds shall be valued in a linear manner with respect to the difference between the net purchase price and the nominal value between the payment day of the purchase and the day of principal payment, at the sum of the amortised net purchase price based on the days elapsed until the day of net asset value calculation and the interest accrued up until T-day.

j) *Fixed-interest private bonds and money market instruments* shall be valued at gross T-day price based on the mean value of the best bid-ask yields registered by 3 market makers on T-day. If there are no price quotes available, the securities shall be valued at the gross price calculated for T-day using the yield in effect on the day of the purchase. If the gross value of a specific bond calculated using the yield upon its purchase is 0.5% higher than the gross value calculated for T-day based on the T-day market yield of a liquid government paper with the closest maturity and the latest spread (achieved at the last primary issue) of a commensurate bond (a bond most similar to the bond concerned in terms of nominal interest and maturity), the market revaluation of the given instrument is mandatory, based on the T-day market yield of the liquid government paper with the closest maturity and the latest spread of the specific bond type.

k) *Variable-rate private bonds and money market papers* shall be valued at the sum of the mean value of the three best T-day bid-ask price quotes submitted by 3 market makers and the interest accrued up until T-day or, if that is not available, the valuation shall take place in a linear manner with respect to the difference between the net purchase price and the nominal value between the payment day of the purchase and the day of principal payment, at the sum of the amortised net purchase price based on the days elapsed until the day of net asset value calculation and the interest accrued up until T-day.

l) If, in the Depositary's opinion, the liquidation price of securities is lower than the price calculated according to points c)-l), then the liquidation price determined by the Depositary shall be used as a basis for the calculation of the net asset value. In the case of Hungarian government securities, the liquidation price shall be determined from the highest purchase price published by the members of the primary dealer system of the Government Debt Management Agency when the bonds are listed on the secondary market, while in the case of other securities it shall be calculated from the price displayed on the screens of REUTERS/BLOOMBERG or, in the absence thereof, from the price quotes requested ad hoc from distributor(s) or, in the case of securities listed on the stock exchange, from the exchange price.

m) The fund units of open-end funds shall be valued at their T-day net asset value per unit.

n) The fund units of closed-end investment funds

- if there are quotes for the units of the specific closed-end fund, they are valued at the mean value of the T-day bid-ask quote;
- if there are no quotes for the units of the specific closed-end fund, they are valued at the T-day net asset value per unit.

If the T-day net asset value per unit is not available, the last available NAV per unit shall be applied.

o) When valuing *hold-in custody repurchase agreements*, the spot and the forward legs shall be taken into consideration simultaneously as follows:

*spot purchase – forward sale*: the security purchased should not be included in stocks; instead, the bid price of the security purchased plus the T-day pro rata spread between the ask price and the bid price shall be added to receivables.

*spot sale – forward purchase*: the security sold should still be included at market value in the net asset value, and the ask price plus the T-day pro rata spread between the ask price and the bid price shall be added to the liabilities of the Fund.

p) When valuing *delivery repo agreements*, the spot and the forward legs shall be taken into consideration simultaneously as follows:

*spot purchase – forward sale*: the security purchased shall be included in the net asset value at market price, and the bid price plus the T-day pro rata spread between the ask price and the bid price minus the T-day market price of the security purchased shall be added to the receivables of the Fund.

*spot sale – forward purchase*: the security sold shall be removed from the net asset value, and the ask price plus the T-day pro rata spread between the bid price and the ask price minus the T-day market value of the security sold shall be added to liabilities.

q) Receivables shall be recognised in accordance with the accounting regulations applicable to the investment funds. If the Depositary deems any of the receivables of the Fund doubtful, then this fact shall be noted and the net asset value shall be reduced by the amount of the anticipated losses.

r) Securities lent shall be removed from stocks and their market value shall be added to receivables.

s) Securities borrowed shall be moved to stocks and the market value of the securities borrowed shall be added to liabilities.

t) The value of assets whose price is expressed in currencies other than the Currency of Issue shall be converted into the Currency of Issue at the (cross-)rate calculated from the T-day official mid-rates of the Magyar Nemzeti Bank. Currencies not quoted by the Magyar Nemzeti Bank shall be valued at the cross-rate calculated from the USD/HUF exchange rate last quoted by the Magyar Nemzeti Bank and the T-day closing rate for the given currency/last USD/... (currency) exchange rate provided by Bloomberg.

u) Liabilities shall be recognised in accordance with the accounting regulations applicable to investment funds. The value of services used but not yet invoiced (including the pro rata fund management and supervisory fees) shall be recognised as liabilities.

The value of liabilities whose price is expressed in currencies other than the Currency of Issue shall be converted into the Currency of Issue at the (cross-)rate calculated from the T-day official mid-rates of the Magyar Nemzeti Bank. Currencies not quoted by the Magyar Nemzeti Bank shall be valued at the cross-rate calculated from the USD/HUF exchange rate last quoted by the Magyar Nemzeti Bank and the T-day closing rate for the given currency/last USD/... (currency) exchange rate provided by Bloomberg.

v) Illiquid assets shall be valued by way of expert estimates. The expert price shall be determined by the Depositary based on the last known market prices observed in the main market of the given financial instrument, adjusting the prices using the method chosen by the Depositary (market comparison with highly correlating instruments, valuation based on discounted cash flow, application of an adjustment coefficient defined by way of a scenario analysis).

In valuating the instruments, the Depositary shall proceed in consideration of the following criteria:

- The instruments are valued at the frequency defined in the Fund Management Policy, and the valuation takes into account the information available on the given instrument, and also assess the risk of failure to sell and the risks of non-payment.
- If such a risk arises, the estimated probability of its occurrence shall be built in the valuation on a pro rata basis, whereby the book value shall be decreased continuously.
- If it is impossible to sell the given instrument and its sale is unlikely even in the future, or if the issuer becomes insolvent, the valuation may consider the option of fully writing off the instrument.
- If new, relevant information becomes publicly available on the instrument or the Depositary obtains such information, the valuation shall be repeated.
- The valuation shall be reviewed regularly, and the period between two valuations may not exceed 30 days.

The valuation shall pay particular attention to 'hard-to-value' assets, the valuation of which shall be considered to be subject to a separate review as there is a significant risk that the valuation may not be appropriate.

The review shall be performed subject to the approval of the valuation committee operated by the Fund Manager, the permanent members of which are employees fulfilling the functions defined in the prevailing Valuation Policy:

- (i) head of risk management
- (ii) head of the back office
- (iii) compliance officer
- (iv) head of the Middle Office.

The valuation policies and procedures describe the review process, including sufficient and appropriate tests and checks for the reasonability of individual values. Reasonability must be assessed in terms of the existence of an appropriate level of objectivity. These checks and controls may generally include the following, depending on the nature of the instrument and the available control methods and price sources (without limiting the possibility to add additional methods to the following checks and controls):

- a) verifying values by comparing prices obtained from business partners with each other and between different periods;
- b) validating the values by comparing the realised prices with the latest book values;
- c) taking into account the reputation, consistency and quality of the valuation source;

- d) comparison with third-party values;
- e) examining and documenting exceptions;
- f) highlighting and studying deviations that appear unusual or that vary according to the valuation benchmark defined for the asset type;
- g) searching for obsolete prices and related parameters;
- h) comparing with the price of the related assets or hedging transactions related thereto;
- (i) reviewing the inputs used in the model-based pricing, in particular those for which the model price shows significant sensitivity.

## **29. VALUATION OF DERIVATIVE TRANSACTIONS**

- a) The value of *options* purchased shall increase the net asset value, while options sold shall reduce it. The value of the option shall be the T-day mid-price calculated from the bid price and ask price quoted for the option, and if that is not available, the last available mid-price.
- b) The value of *swaps* equals the sum of the values of the elementary transactions comprising the swaps. If the elementary transactions cannot be valued as per the above, the swap shall be valued at the value quoted by the data reporting agent providing quotes for the specific transaction or by way of an external appraiser.
- c) The T-day result of *stock exchange futures* shall be calculated using the last settlement price on T-day and on T-1. If the T-day settlement price is not available, the result of the transactions shall be determined based on the last T-day stock exchange price available at the time of net asset value calculation.
- d) *OTC foreign exchange forward transactions* are valued based on the T-day spot rate and interbank interest rates quoted in the currencies concerned, or at the forward rate calculated from the swap points quoted on the interbank market. The interest rates and swap points to be used in the calculation shall be the interbank interest rates and swap points of the two maturities closest to the remaining maturity of the forward deal, weighted by days.
- e) The T-day market value of the *forward purchase agreement* equals the difference between the T-day market value of the underlying instrument – reduced by the present value of the cash flows expected until the delivery of the forward transaction – and the T-day present value of the bid price defined in the forward agreement.
- f) The T-day market value of the *forward sale agreement* equals the difference between the T-day present value of the ask price defined in the forward agreement and the T-day market value of the underlying instrument reduced by the present value of the cash flows expected until the delivery of the forward transaction.  
For the calculation of the present value, a discount rate must be applied, which either corresponds to the day-weighted average of the two interbank interest rates closest to the remaining maturity of the expected cash flows, or – in the case of instruments with a maturity of longer than 1 year – equals the day-weighted average of the points of the interest rate swap curve published by major international agencies or the zero coupon curve calculated from the benchmark rates published by the Government Debt Management Agency.

## **30. OTHER INFORMATION RELATED TO THE GIVEN SUBJECT**

### *Segregation of the Fund's assets which have become illiquid*

If more than 5 percent of the Fund's assets have become illiquid, in order to ensure the principle of equal treatment among investors and to maintain continuous distribution, the Fund Manager may decide to segregate the illiquid assets within the Fund's portfolio or segregate the Fund Units embodying illiquid assets within the Fund Unit portfolio.

Once the decision on segregation is made, the assets deemed illiquid are to be shown separately from the Fund's other assets for the purposes of calculating the net asset value. Moreover, the Fund Units of the Fund shall be allocated among the investors in the percentage the illiquid assets represent in the net asset value of the Fund. Following segregation, the Fund Units embodying illiquid assets shall be marked "IL".

Fund Units marked "IL" may not be redeemed.



When the reasons for segregation no longer apply, the Fund Manager shall decide on terminating the segregation in part or in whole, and shall replace the Fund Units marked “IL” with the Fund Units of the Fund based on the Exchange Ratio corresponding to the prevailing prices of the Fund Units.

The Fund Manager shall – in accordance with the provisions on extraordinary disclosure of information – notify the investors and the Supervisory Authority on the segregation of the assets, on the termination of segregation in part or in whole, and the reasons therefor. The annual and semi-annual reports of the Fund shall contain detailed information as to the composition of segregated assets.

The Fund Manager shall suspend the distribution of the Fund Units concurrently with the publication of the decision on segregation until the segregation is in fact implemented.

## **VI. Information relating to returns**

### ***31. CONDITIONS AND RULES CONCERNING THE ASSESSMENT AND PAYMENT OF DIVIDENDS***

The Fund shall not pay any yields from the capital gain, rather, it shall reinvest it in its entirety, in accordance with the investment policy of the Fund. Any capital gain shall be realised by investors as a difference between the purchase and redemption prices of their Fund Units.

### ***32. DISTRIBUTION DATES***

Not applicable.

### ***33. OTHER INFORMATION RELATED TO THE GIVEN SUBJECT***

Not applicable.

## **VII. Pledge to protect the capital invested and to guarantee earnings, means of the implementation thereof**

### ***34. REFERENCE TO ANY PLEDGE TO PROTECT THE CAPITAL INVESTED AND TO GUARANTEE EARNINGS***

Not applicable.

### ***35. OTHER INFORMATION RELATED TO THE GIVEN SUBJECT***

Not applicable.

## **VIII. Fees and expenses**

**36. FEES AND EXPENSES CHARGEABLE TO THE FUND, AND THE WAY OF CHARGING THEM TO THE FUND**

**36.1 Fees and expenses the Fund is liable to pay to the Fund Manager, description of the method of calculation and the method of charging them to the Fund, terms of payment**

**36.1.1 Ongoing fund management fee**

For performing its activity and for the other services not qualifying as mediated and non-mediated services listed below, in the case of series “A” Fund Units the Fund Manager charges the Fund a fund management fee of no more than 2% of the Fund’s net asset value per annum.

Debiting of the fund management fee: the pro rata portion of the fund management fee – calculated for the last net asset value – is debited daily, and becomes payable from the first day after the reference month.

The fund management fee was defined in consideration of the fact that the fee for the mediated services [point (a)] and non-mediated services [point (b)] listed below, the costs related to the foundation, merger or demerger of the Fund and the administrative service fees payable to the Supervisory Authority are already included in the fee; therefore, they may not be charged to the Fund directly:

- a) mediated services:
  - aa) advertising and promotion of the Fund and the Fund Units issued by the Fund, and the related commercial communication;
  - ab) public offering of the Fund Units and distributor services engaged for their continuous distribution;
- b) other, non-mediated services:
  - ba) discharge of the administrative tasks listed in Section 7(2)(a) of the Collective Investments Act,
    - (i) including cases where any one of these tasks is carried out by another person under an agency contract which does not constitute outsourcing; thus, in particular:
      - accounting tasks

If the Fund’s capital did not reach 50 percent of the mandatory minimum of initial capital on average over a period of three months, the Fund Manager may not charge the management fee to the Fund as long as the Fund’s equity does not reach 50 percent of the mandatory minimum of initial capital on average for the last three months. The costs incurred during the free period shall not be charged to the Fund subsequently.

**36.2 Fees and expenses the Fund is liable to pay to the Depositary, description of the method of calculation and the method of charging them to the Fund, terms of payment**

The annual depositary fee charged to the Fund by the Depositary shall not exceed 0.05% of the Fund’s net asset value. The pro rata portion of the depositary fee – calculated for the last net asset value – is accrued daily, and becomes payable from the first day of the month following the reference day.

**36.3 Fees and expenses the Fund is liable to pay to other parties or third persons, description of the method of calculation and the method of charging them to the Fund, terms of payment**

*Fees payable by the Fund to the Auditor*

The Auditor charges an auditor fee up to EUR 10,000 to the Fund per annum.

The pro rata portion of the Auditor’s fee is accrued daily, and it is paid annually in two instalments.

*Fees payable by the Fund to the Supervisory Authority*

Pursuant to the relevant legislation, the Fund shall pay a variable supervisory fee to the Supervisory Authority. At the time of drawing up the Prospectus, the annual variable supervisory fee was 0.35‰ of the Fund’s average net asset value, which is transferred by the Fund to the account of the Supervisory Authority by the last day of the month following the reference quarter.

*Special tax imposed on investment funds*

Under the effective legal regulations, the Fund is subject to a special tax. The tax base is calculated as follows: consolidated value of the fund units of the funds managed by the Fund Manager for the specific quarter – recorded for

the calendar days of the quarter at net asset value – divided by the calendar days of the quarter, not including the HUF value of the securities held by the collective investment trust and recorded on these accounts, calculated as per the above. The annual tax rate is 0.05 percent of the tax base. The tax liability shall be determined by the Fund Manager on a quarterly basis by the 20th day of the month following the reference quarter, and declared and paid using the form provided by the state tax authority.

### **37. POSSIBLE EXPENSES OR FEES CHARGED TO THE FUND AND THE INVESTORS**

#### *Costs associated with investing the assets of the Fund*

All costs, fees and commissions incurred in connection with the transactions of the Fund and paid to investment service providers, brokers or the depository, as well as the costs charged by clearing houses, LEI code issuers and trade repositories and bank costs shall be borne by the Fund. The Fund shall also bear the credit fees and other bank charges on loans taken out on behalf of the Fund.

Rate of the above costs: maximum 1.5% of the Fund's net asset value per annum.

#### *Other costs and expenditures payable by the Fund*

With the exception of the items listed in Section 36.1 charged to the Fund as fund management fee, the Fund shall bear all costs and expenditures incurred in connection with the management and investments thereof, including taxes and legal expenses, as well as payment obligations imposed on the Fund pursuant to effective final court rulings / official resolutions, including the costs of proceedings and any other costs and expenditures incurred in connection with the proceedings, and the costs of any enforcement of claims against or by the Fund.

Rate of the above costs: maximum 0.5% of the Fund's net asset value per annum.

#### *Fees and commissions charged to investors for purchasing, holding and redeeming the Fund Units*

At the Points of Sale of the Principal Distributor, sales and redemption commissions are charged during the continuous distribution of the Fund Units.

During the continuous distribution of the Fund Units, sales and redemption commissions are charged in relation to the transactions executed at the Points of Sale of Co-distributors.

The maximum rate of the commissions related to the sale and redemption of the Fund Units is specified in Section 44.2 of the Fund Management Policy.

The Distributor shall credit the purchased Fund Units to the Investor's securities account kept with the Distributor. The Points of Sale shall charge the fees for securities account management and any other services used by the investor as specified in the Distributor's prevailing Announcement (e.g. securities transfer fee, credit transfer fee, cash withdrawal fee).

### **38. IF THE INVESTMENT FUND INVESTS 20 PER CENT OR MORE OF ITS ASSETS IN OTHER COLLECTIVE INVESTMENT SCHEMES, THE MAXIMUM MANAGEMENT FEES CHARGED BY THE OTHER COLLECTIVE INVESTMENT SCHEMES IN WHICH THE INVESTMENT IS MADE**

The maximum management fees charged for other collective investments will not exceed 5%.

### **39. CONDITIONS AND COSTS OF SWITCHING BETWEEN INVESTMENT COMPARTMENTS**

Not applicable.

### **40. OTHER INFORMATION RELATED TO THE GIVEN SUBJECT**

Not applicable.

## **IX. Continuous distribution of the Fund Units**

#### **41. PURCHASE OF FUND UNITS**

Fund Units can be bought in person, through a proxy or in a manner specified in a separate contract concluded with the Distributor at the Points of Sale, with the payment to be made in the Currency of Issue.

##### **41.1 Acceptance, execution and settlement of buy orders, timing of their acceptance within the day (including buy orders taken at the Principal Distributor and Co-distributors)**

When purchasing Fund Units, the payment shall be secured by the funds available on the investor's bank account kept in the Currency of Issue.

The number of Fund Units to be credited to the investor's account equals the integer part of the quotient of the margin amount – less sales commission – and the per unit net asset value calculated for the Trading Settlement Day.

The service contract containing the order specifies the amount of money intended for the purchase of Fund Units. At the time of purchase of the Fund Unit, the Trading Settlement Day is the second Trading Day following the day of contract conclusion. On the fourth Trading Day following the contract conclusion (i.e. Trading Payment Day), the Distributor credits to the investor's account as many Fund Units as the integer part of the quotient of the purchase price and the per unit net asset value calculated for the Trading Settlement Day, provided that the sum of the purchase price and the sales commission is available on the investor's bank account kept in the Currency of Issue.

Buy orders are taken during the opening hours of the Points of Sale, during Trading Hours. The opening hours of individual Points of Sale may vary; investors are requested to inquire at the specific Point of Sale.

Upon the purchase of Fund Units, the Point of Sale shall charge the investor with the commissions and fees specified in the Distributor's prevailing Announcement.

##### **41.2 Trading Settlement Day for buy orders**

At the time of purchase of the Fund Unit, the Trading Settlement Day is the second Trading Day following the day of contract conclusion.

Similarly, in the case of **cross-border marketing**, the Trading Settlement Day defined above shall prevail.

##### **41.3 Trading Payment Day for buy orders**

At the time of purchase of the Fund Unit, the Trading Payment Day is the fourth Trading Day following the day of contract conclusion.

Similarly, in the case of **cross-border marketing**, the Trading Payment Day defined above shall prevail. If the Trading Day falls on a bank holiday abroad, the Trading Payment Day for cross-border transactions may be extended by the number of interim foreign bank holidays.

#### **42. REDEMPTION OF FUND UNITS**

##### **42.1 Acceptance, execution and settlement of redemption orders, timing of their acceptance within the day**

Fund Units can be redeemed in person, through a proxy or in a manner specified in a separate contract concluded with the Distributor at the Points of Sale, by debiting the securities account.

At the time of **redemption** of the Fund Unit, the Trading Settlement Day is the second Trading Day following the day of contract conclusion. The Point of Sale settles the delivery with the investor on the fourth day following the day of contract conclusion (Trading Payment Day).

Similarly, in the case of **cross-border marketing**, the Trading Settlement Day and Trading Payment Day defined above shall prevail. If the Trading Day falls on a bank holiday abroad, the Trading Payment Day for cross-border transactions may be extended by the number of interim foreign bank holidays.

Redemption orders are taken during the opening hours of the Points of Sale, during Trading Hours. The opening hours of individual Points of Sale may vary; investors are requested to inquire at the specific Point of Sale.

Upon the redemption of Fund Units, the Point of Sale shall charge the investor with the commissions and fees specified in the Distributor's prevailing Announcement.

*Types of orders for the sale (redemption) of Fund Units issued by the Fund in the case of orders placed with the Principal Distributor*

*Redemption by specifying the intended redemption price*

The service contract shall **specify the intended redemption price**. On the day of the order, as an advance payment, the Principal Distributor shall pay to the investor the intended redemption amount reduced by the redemption commission and – if the transaction involves a withholding tax on interest – by the estimated amount of the tax on interest (calculated using the last known net asset value per unit on the day of the order), and block on the Investor's securities account the relevant number of Fund Units calculated as follows: intended redemption amount divided by 70% of the last valid net asset value per unit available on the day of the order.

On the second Trading Day following the Trading Settlement Day (Trading Payment Day), the Principal Distributor shall lift the block on the account, and debit to the investor's securities account the number of Fund Units corresponding to the integer part of the quotient of the intended redemption price and the net asset value per unit of the Fund calculated for the Trading Settlement Day. If the investor does not have this quantity of Fund Units available on their securities account, the Principal Distributor shall carry out the order using the quantity of Fund Units available on the securities account, and the investor shall refund the amount received in advance reduced by the price of the quantity sold – calculated at the net asset value per unit applicable on the Trading Settlement Day – and increased by the redemption commission (hereinafter: refundable advance) to the relevant Point of Sale. The Principal Distributor shall only accept an order for an amount for which the investor has the required quantity of Fund Units issued by the Fund freely available to be blocked on their securities account, equalling up to 70% of the value of the Fund Units freely available on the investor's securities account, calculated at the last available net asset value per unit on the day of the order.

On the second Trading Day following the Trading Settlement Day (Trading Payment Day), the Principal Distributor shall settle on the investor's account the difference between the advance paid of the withholding tax on interest and the actual tax on interest (calculated using the net asset value per unit calculated for the Trading Settlement Day) and the difference between the intended redemption price and the actual redemption price (calculated using the net asset value per unit calculated for the Trading Settlement Day).

*Redemption by specifying the number of Fund Units*

The service contract shall specify the intended **number of Fund Units** to be redeemed. On the day of the order the Principal Distributor shall block the number of Fund Units to be redeemed on the investor's securities account, and on the second Trading Day following the Trading Settlement Day (Trading Payment Day) it shall lift the block on the account and debit the quantity of the redeemed Fund Units to the investor's securities account and credit the account by the price of the Fund Units – calculated at the per unit net asset value applicable to the Trading Settlement Day – reduced by the redemption commission and – if the transaction involves a withholding tax on interest – by the withholding tax on interest.

*Types of orders for the sale (redemption) of Fund Units issued by the Fund in the case of orders placed with Co-distributors (excluding the Principal Distributor)*

*Redemption by specifying the number of Fund Units*

The service contract shall specify the intended **number of Fund Units** to be redeemed. On the day of the order the Co-distributor shall block the number of Fund Units to be redeemed on the investor's securities account, and on the second Trading Day following the Trading Settlement Day (Trading Payment Day) it shall lift the block on the account and debit the quantity of the redeemed Fund Units to the investor's securities account and credit the account kept in the Currency of Issue by the price of the Fund Units – calculated at the per unit net asset value applicable to the Trading Settlement Day – reduced by the redemption commission and – if the transaction involves a withholding tax on interest – by the withholding tax on interest.

#### **42.2 Trading Settlement Day for redemption orders**

At the time of redemption of the Fund Unit, the Trading Settlement Day is the second Trading Day following the day of contract conclusion.

Similarly, in the case of **cross-border marketing**, the Trading Settlement Day defined above shall prevail.

#### **42.3 Trading Payment Day for redemption orders**

At the time of redemption of the Fund Unit, the Trading Payment Day is the fourth Trading Day following the day of contract conclusion.

Similarly, in the case of **cross-border marketing**, the Trading Payment Day defined above shall prevail. If the Trading Day falls on a bank holiday abroad, the Trading Payment Day for cross-border transactions may be extended by the number of interim foreign bank holidays.

#### **43. DETAILED PROVISIONS FOR THE CONTINUOUS DISTRIBUTION OF FUND UNITS**

The Fund Manager shall appoint the Principal Distributor to sell the Fund Units during the continuous distribution thereof. If any additional distributors are included in the distribution, they shall participate in the distribution as Co-distributors under a contract concluded with the Principal Distributor and with the Fund Manager, forming a distribution syndicate with the Principal Distributor. Any provision in the Prospectus and in the Fund Management Policy that refers to the “Distributor” should be understood as both the Principal Distributor and the Co-distributors, as the case may be.

The Principal Distributor is entitled to engage an intermediary for the sale and for the redemption of Fund Units. The intermediary shall be subject to the provisions set out in Sections 111–116, 123(1)(e), 123(4)(a) and 159(2)–(4) of the Investment Firms Act. The Principal Distributor shall be liable to the investors for the activity of the intermediary engaged by it as for its own.

The distribution price of Fund Units shall be based on the net asset value per Fund Unit.

Except for the suspension or temporary discontinuation of distribution or the suspension of the Principal Distributor’s customer service, the Principal Distributor is required to accept buy and redemption orders for the Fund Units issued by the Fund on Trading Days, during the Trading Hours of the Points of Sale specified for distribution.

Buy and redemption orders submitted by investors as per the above and received during the Trading Hours of the relevant Point of Sale shall be settled for the second Trading Day following the day on which the order was placed – as the Trading Settlement Day –, and consideration for the thus settled orders shall be credited or paid to the investors on the fourth Trading Day – as the Trading Payment Day – following the day on which the order was placed.

During the continuous distribution, a sales commission or a redemption commission may be charged to investors, which is due, in part or in full, to the Fund, to the Principal Distributor or to the Fund Manager (for more detail, see Section 44.2 below). The investor shall be notified in advance of the rates of such commissions. The principle of equal treatment shall not be breached if the fees or commissions charged to investors for continuous distribution services are determined by the distributors, or if the Fund Manager sets different contractual terms and conditions for different distributors.

The Principal Distributor shall be responsible for distributing the amount among the holders of the Fund Units upon the purchase or the redemption of the Fund Units or upon the termination of the Fund. The Principal Distributor shall be liable to investors for the execution of purchase or redemption orders during the continuous distribution. The Principal Distributor shall remain responsible in respect of issues concerning the sales of the Fund Units and falling within its authority pursuant to the Principal Distributor Contract concluded with the Fund Manager even if the Principal Distributor is not the proceeding Distributor in the transactions in question.

##### **43.1 Circulation limit**

Not applicable.

##### **43.2 Procedure to follow upon reaching the circulation limit, specific details upon which marketing may be resumed**

Not applicable.

#### **44. DETERMINATION OF THE PURCHASE PRICE AND THE REDEMPTION PRICE OF THE FUND UNITS**

Fund Units shall be purchased and redeemed, in the Currency of Issue, at the Fund’s net asset value per unit applicable on the Trading Settlement Day.

**44.1 Method and frequency of the calculation of those prices**

The Depositary defines the net asset value determining the daily T-day price in the Currency of Issue, and publishes it at the official means of notification by no later than the second Trading Day in Hungary following the T-day. The net asset value shall be calculated for every Trading Day.

**44.2 Information concerning the highest amount of charges relating to the purchase and the redemption of the Fund Units, indicating whether such remuneration is payable to the Fund, the Distributor or the Fund Manager**

The charge for buy orders placed through the Points of Sale of the Principal Distributor shall be maximum 5% of the purchase price but maximum EUR 250, with the full amount due to the Principal Distributor.

The charge for redemption and reinvestment orders placed through the Points of Sale of the Principal Distributor shall be maximum 5% of the Redemption Order but maximum EUR 250, with the full amount due to the Principal Distributor.

During the continuous distribution of the Fund Units, the sales and redemption commissions charged in relation to the transactions executed at the Points of Sale of the Co-distributors amount to maximum 5% of the invested or redeemed amount, with the full amount due to the Co-distributors.

The sales and redemption commissions above are the maximum values to be charged; in some cases the investor may pay less. Detailed information on the commissions charged are included in the Distributor's prevailing Announcement.

**Securities account management**

The Distributor shall credit the purchased Fund Units to the Investor's securities account kept with the Distributor. During the continuous distribution the Distributor shall only redeem Fund Units kept on the investor's securities account held with the Distributor.

For the securities account management service, the Point of Sale shall charge the fees specified in the Distributor's prevailing Announcement.

**45. INDICATION OF REGULATED MARKETS WHERE THE FUND UNITS ARE LISTED OR TRADED**

The Fund Units shall not be admitted to regulated markets. The Distributor shall be liable to investors for the execution of purchase or redemption orders during the continuous distribution.

**46. INDICATION OF THE STATES WHERE THE FUND UNITS ARE MARKETING**

At present, the Fund Units are marketed by the Principal Distributor solely in the territory of Hungary.

**Cross-border marketing:** After passporting and, in the case of third countries, obtaining marketing authorisation for the Fund in accordance with the local marketing rules, the Fund Units shall also become available abroad (in another EEA State or a third country). The special terms and conditions of cross-border marketing are highlighted in the appropriate sections of this Fund Management Policy.

Name used for distribution abroad: OTP Multi-Asset Conservative Fund of Funds

**47. OTHER INFORMATION RELATED TO THE GIVEN SUBJECT**

Not applicable.

**X. Additional information relating to the Fund**

**48. HISTORICAL PERFORMANCE OF THE FUND**

The net asset value of the Fund: as at 31.12.2024: EUR 11,172,031

26.08.2022.-31.12.2022. non-annualized return:

„A” series: -2.90%

31.12.2022.-31.12.2023. non-annualized return:

„A” series: 8.84%

31.12.2023.-31.12.2024. non-annualized return:

„A” series: 3.93%

The Fund's past performance is no guarantee for its future performance or return.

**49. CONDITIONS OF WITHDRAWING THE FUND UNITS OF THE FUND**

Not applicable.

**50. CIRCUMSTANCES IN WHICH TERMINATION OF THE FUND CAN BE DECIDED, IN PARTICULAR AS REGARDS THE RIGHTS OF INVESTORS**

The decision for the opening of a procedure for the dissolution of the Fund lies with the Fund Manager or the Supervisory Authority.

Pursuant to Section 75(2) of the Collective Investments Act, the dissolution procedure must be opened if:

- “a) the net asset value of the publicly available open-ended investment fund remains below twenty million forints on average over a period of three months;
- b) the net asset value of the investment fund becomes negative;
- c) the Authority has withdrawn the investment fund manager’s authorisation for the pursuit of investment fund management activities;
- d) the Authority has ordered the investment fund manager to transfer the management of the investment fund; however, no other investment fund manager has agreed to take over such management functions;
- e) the conditions for distribution remain unsatisfactory following suspension of the distribution of investment units or suspension of the redemption of investment units.”

The dissolution procedure shall be opened automatically in the cases shown in Section 75(3) of the Collective Investments Act, of which the case described in sub-paragraph (b) may be relevant to the Fund:

- “b) upon receipt of redemption orders from all investors for the redemption of all investment units;”

*Dissolution rules applicable to the Fund as an open-end investment fund under the Collective Investments Act:*

The Fund Manager shall immediately notify the Supervisory Authority upon having decided to open the dissolution procedure, as well as the investors and creditors of the Fund by means of special notice.

The dissolution procedure under Section 75(2)(c)–(d) of the Collective Investments Act shall be conducted by the Depositary.

During the dissolution procedure, the Fund shall continue to operate in accordance with the general provisions, with the following derogation:

- a) the net asset value of the investment fund shall be established once a month, and shall be published according to the general rules, with an indication that the fund is undergoing dissolution;
- b) the continuous distribution of the investment units shall be suspended, and in the case of closed-ended funds new investment units may not be issued;



c) proceeds from the sale of the investment fund's assets may be invested in liquid assets only, until the notice of dissolution is completed.

During the dissolution procedure the financial instruments included in the investment fund's assets must be sold within 1 month. Assets shall be offered at the prevailing market price in the case of financial instruments. The time limit for sale may be extended under authorisation by the Supervisory Authority in the interest of investors by 3 months in the case of financial instruments, and by 6 months in the case of other assets.

Upon receipt of the proceeds from the sale of the investment fund's assets in full and after all liabilities are satisfied, a notice of dissolution shall be prepared within 5 working days. The notice of dissolution shall be submitted to the Authority and shall be made available to the investors at the same time. The notice of dissolution shall at least contain the information specified in Annex 4 to the Collective Investments Act. Following the publication of the notice of dissolution the pay-out of funds may commence.

At the investment fund manager's request, the Authority shall remove the fund from the register on the day immediately following the date of submission of the notice of dissolution. The investment fund shall be deemed terminated when withdrawn from the register.

If the capital of an investment fund is positive, the proceeds from the sale of the investment fund's assets, if any capital remains after the fund's debts and liabilities are deducted, shall be distributed among the investors according to the percentage of the value of their holdings of investment units.

In the course of the dissolution procedure, prepayments may be made to the investors from the proceeds from the sale of assets, or from the investment fund's bank account, if its balance is positive. The decision for making prepayments shall be disclosed in a special notice. Prepayments shall be proportionately consistent with the net asset value of investment units held. Prepayments shall not be made from funds set aside to cover the investment fund's liabilities (creditor's claims from the investment fund).

The depositary shall begin to distribute the funds available to the investors within 5 working days following the date of submission of the notice of dissolution to the Authority, taking into account the prepayments effected in accordance with the above. Commencement of the distribution of funds shall be announced in a special notice. The depositary shall place the funds earmarked for payment to the investors in a discretionary account until payment is remitted.

If the capital of an investment fund is negative, creditors' claims shall be satisfied according to the order of satisfaction defined in Act XLIX of 1991 on Bankruptcy Proceedings and Liquidation Proceedings ("Bankruptcy Act"), up to the amount available.

Assets in the Fund's portfolio shall not be construed as the property of the Fund Manager, and may not be used for satisfying the creditors of the Fund Manager.

#### **51. ANY OTHER INFORMATION NECESSARY FOR INVESTORS TO BE ABLE TO MAKE AN INFORMED DECISION ON THE INVESTMENT PROPOSED TO THEM**

Pursuant to the provisions of Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012, the Fund Manager provides the following information in relation to the Fund:

<b>General description of the securities financing transactions and total return swaps used by the Fund and the rationale for their use</b>	<p>The description of total return swaps applied by the Fund is included in Section 13 of the Fund Management Policy. The Fund concludes total return swap contracts instead of the direct purchase of certain asset types in cases where the conclusion of the total return swap allows for sharing the return on the specific instrument more cost efficiently and with lower risk.</p> <p>The general description of the securities financing transactions applied by the Fund (repurchase and reverse repurchase agreements, buy-sell back transactions and sell-buy back transactions, as well as securities</p>
---	---

	lending/borrowing transactions) is included in Section 13 of the Fund Management Policy. Securities financing transactions are carried out for supplying liquidity to the Fund and in order to invest the Fund's surplus liquid instruments. In the case of securities lending, the Fund charges a lending fee, while in the case of securities borrowing, the Fund concludes a secured sale (short) transaction, profiting from a decline in prices.
<b>Overall data to be reported for each type of securities financing transactions and total return swaps</b>	
Types of assets that can be subject to them	Government securities, other debt securities, bank deposits, shares, collective investment instruments, other securities issued abroad
Maximum proportion of the Fund's assets under management (net asset value) that can be subject to them	100%
Expected proportion of usable assets compared to the Fund's assets under management (net asset value)	0-100%
<b>Criteria used to select counterparties (including legal status, country of origin, minimum credit rating)</b>	Financial institutions of EEA Member States or OECD Member States in the minimum credit rating category
<b>Acceptable collateral</b>	Cash, securities as defined in ISDA CSA agreements and individual credit agreements
<b>Collateral valuation</b>	At daily market value, in accordance with the valuation principles defined in ISDA CSA agreements and individual credit agreements
<b>Risks linked to the transactions</b>	<i>Credit risk:</i> the potential default of the issuers of debt securities may lead to the collapse or even to the total elimination of the market value of such assets in the Fund's portfolio. <i>Liquidity risk:</i> the liquidity of certain securities may be less than desirable, which means that buyers/sellers for such instruments may be hard to find. As a result, certain securities that the Fund Manager wishes to sell may be hard to dispose of.
<b>How assets subject to the transactions and collateral received are safe-kept</b>	Assets and collateral received are safe-kept at the Depositary
<b>Restrictions on reuse of collateral</b>	As defined in ISDA CSA agreements and individual credit agreements
<b>Policy on sharing of return generated by securities financing transactions and total return swaps</b>	Income from securities financing transactions and total return swaps (return, fees) is payable in its entirety to the Fund; transaction fees (interest payable, fees) shall be borne by the Fund. There are no other fees and expenses borne by the Fund, other than the above.

The Fund Manager provides the following information pursuant to Article 7(1) of REGULATION (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector:

In addition to sustainability risk, another important aspect is principal adverse sustainability impact (*Principal Adverse Impact – PAI*). Adverse sustainability impact is defined as a negative outcome of the underlying investment in a product on sustainability factors, i.e. the investments in the Fund may have a direct or indirect adverse impact on sustainability factors (such as air quality, biodiversity, drinking water, human rights, working conditions, etc.).

The Fund Manager shall consider the adverse impact of its investment decisions on sustainability factors in respect of this Fund.

This is done by applying a so-called exclusion and restriction list, whereby the Fund Manager sets investment limits for tobacco, alcohol, gambling, coal mining and authoritarian regimes. In addition to, and partly overlapping with, the exclusion lists, the Fund Manager monitors the following PAIs when making investment decisions:

- PAI 4 – Exposure to companies active in the fossil fuel sector
- PAI 14 – Exposure to controversial weapons (anti-personnel mines, cluster bombs, chemical weapons and biological weapons)
- PAI 16 – Investee countries subject to social violations

In addition to the above, and in accordance with the relevant legal requirements, the Fund Manager shall provide information on the trends in all mandatory indicators and, in addition to the mandatory indicators, on the trends in the following indicators in the periodic report:

**Other indicators of the main adverse impacts on sustainability factors:**

ADDITIONAL CLIMATE AND OTHER ENVIRONMENTAL INDICATORS:

Water, waste and material emissions:

13. Percentage of waste not recycled

ADDITIONAL INDICATOR ON SOCIAL AND LABOUR ISSUES, RESPECT FOR HUMAN RIGHTS, FIGHT AGAINST CORRUPTION AND FIGHT AGAINST BRIBERY:

Social and labour issues:

1. Investments in enterprises that do not have a policy to prevent accidents at work

**Additional indicator on the main adverse impacts on sustainability factors:**

CLIMATE AND OTHER ENVIRONMENTAL INDICATOR

Emissions:

4. Investments in enterprises without initiatives to reduce carbon emissions

The manner in which sustainability impacts are considered and the indicators used are set out in the Fund Manager's *Sustainability Risk Management Policy*, details of which are available in this statement (*Statement on the adverse impact of investments on sustainability factors and the due diligence and engagement policy applied*):

<https://www.otpalapkezelő.hu/hu/fenntarthatóság>

Information on the trends in adverse sustainability impacts is available on the Fund Manager's website together with the Fund's annual report: <https://www.otpalapkezelő.hu/hu/nyitő>

**Pursuant to Article 7 of REGULATION (EU) 2020/852 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending Regulation (EU) 2019/2088, the Fund Manager hereby provides the following information:**

At present, the Fund's investments do not consider the criteria defined by the European Union for economic activities sustainable from an environmental point of view.

## **XI. Particulars of participating organisations**

### **52. PARTICULARS OF THE INVESTMENT FUND MANAGER**

#### **52.1 Company name**

The Fund Manager of the Fund is OTP Fund Management Ltd. Its legal form: private limited company.

#### **52.2 Registered office**

Registered office of the Fund Manager: H-1026 Budapest, Riadó u. 5–11.

Phone number of the Fund Manager: +36 (1) 412 8300, fax: +36 (1) 412 8399, email: [levelek@otpalap.hu](mailto:levelek@otpalap.hu)

### **52.3 Company registration number of the Fund Manager**

The Fund Manager was registered by the Company Registry Court of the Budapest-Capital Regional Court under registration number Cg. 01-10-043959.

## **53. PARTICULARS OF THE DEPOSITARY**

### **53.1 Name and legal form of the Depositary**

The Depositary of the Fund is UniCredit Bank Hungary Zrt. Its legal form: private limited company

### **53.2 Registered office of the Depositary**

Registered office of UniCredit Bank Hungary Zrt.: H-1054 Budapest, Szabadság tér 5–6.

### **53.3 Company registration number of the Depositary**

The Company was registered under number Cg. 01 10 041348 by the Company Registry Court of the Budapest-Capital Regional Court.

### **53.4 Tasks of the Depositary**

The Fund Manager is required to commission the services of a Depositary under Section 62(1) of the Collective Investments Act, which can be, pursuant to Section 62(1) of the Collective Investments Act, an institution defined in Section 4(1)(68)(aa) of the Collective Investments Act.

Pursuant to Section 62(6) of the Collective Investments Act, in carrying out its role as Depositary of the Fund, the Depositary shall perform, in particular, the following services:

- a) safekeeping and administration in relation to the Fund's financial instruments deposited and documents embodying rights stemming from the financial instruments, and maintaining the account containing records on the securities of the Fund, the securities account, payment account and the client account;
- b) carry out the instructions received from the Fund Manager relating to the Fund's financial instruments, unless they are in conflict with any applicable law, or violate the Fund Management Policy;
- c) evaluate assets and liabilities, and determine the net asset value of the Fund on the aggregate and for each collective investment instrument;
- d) monitor the Fund's compliance with investment regulations laid down in the applicable law and in the Fund Management Policy;
- e) ensure that the sale, redemption and cancellation of collective investment instruments are carried out in accordance with the applicable law and the Fund Management Policy;
- f) ensure that in transactions involving the Fund's assets and in distributing collective investment instruments any consideration is remitted to the Fund within the usual time limits set according to fair market practice;
- g) ensure that the Fund's income is applied in accordance with the applicable law and the Fund Management Policy.

## **54. PARTICULARS OF THE AUDITOR, DUTIES**

The Fund's Auditor is Ernst & Young Könyvvizsgáló Korlátolt Felelősségű Társaság (company registration number: 01-09-267553, registered by the Company Registry Court of the Budapest-Capital Regional Court, registered office: H-1132 Budapest, Váci út 20.). The person responsible for the audit is Dr. Attila Hruby (CoHA membership ID number: 007118).

The Auditor shall:

- carry out the review (audit) of the Fund's annual report and comment on it in the light of the audit in accordance with the applicable accounting rules, legislation applicable to the investment fund, and Act LXXV of 2007 on the Chamber of Hungarian Auditors, the Activities of Auditors, and on the Public Oversight of Auditors;
- carry out additional duties set out for the Auditor in legislation applicable to investment funds; thus, in particular, notify the Supervisory Authority in the cases defined in Section 194(1) of the Collective Investments Act,

namely, of any fact of which the Auditor performing the audit of the investment fund has become aware that is liable to:

- lead to a qualified or adverse audit opinion, or a disclaimer of opinion by the statutory auditor;
- constitute a material breach of the laws, or the investment fund's Management Policy, or to forewarn any imminent infringement of such regulations;
- constitute a material breach of the Collective Investments Act or other regulations, or of the internal regulations of the stock exchange, the clearing house or the central securities depository;
- indicate that the investment fund manager's activities fail to guarantee the investors' interest;
- result in a considerable difference of opinion between the Auditor and the management of the investment fund manager regarding issues affecting the solvency, income, data disclosure or accounting of the investment fund, which are considered essential from the point of view of operations.

be available for the Supervisory Authority also in any cases not listed above if the Supervisory Authority requests information from the Auditor.

## **55. PARTICULARS OF ANY ADVISOR**

At this time, the Fund Manager does not engage any advisor whose remuneration is paid from the investment fund's assets.

## **56. PARTICULARS OF DISTRIBUTORS, DUTIES**

### **56.1 Principal Distributor of the Fund**

The Principal Distributor of the Fund is OTP Bank Plc., a credit institution providing comprehensive banking services. The company was registered under number 01-10-041585 by the Budapest Metropolitan Court as Court of Registration (currently: Company Registry Court of the Budapest-Capital Regional Court).

Duties of the Principal Distributor:

Pursuant to Section 107(1) of the Collective Investments Act, the Fund Manager is required to appoint a distributor for the sale of Fund Units to investors, as a service mediated by the Fund Manager for the Fund. The Distributor is required to carry out the distribution tasks related to the offering and continuous distribution of the Fund Units issued by the Fund, as defined by law, as well as in the Prospectus and the Fund Management Policy. These distribution tasks, pursuant to Sections 108(1)–(2) and 127(1)–(3) of the Collective Investments Act, include the sale and redemption of Fund Units, and making payments from the distributed capital gains and/or the Fund's capital embodied by the nominal value of the Fund Units. In relation to the above tasks, the Principal Distributor shall make available to investors, in the manner prescribed by law, the Fund's documents in effect for providing information to investors and the regular and extraordinary notices published on behalf of the Fund.

In addition to the above, the Principal Distributor has issued a statement – constituting Section 14 of the Fund's Prospectus – to the effect that the data and statements contained in the Prospectus are true to facts and do not conceal any facts or data that are relevant to the assessment of the securities concerned and the particular situation of the Issuer (i.e. the Fund), and that the Principal Distributor shall bear – together with the Fund Manager acting on behalf of the OTP Multi-Asset Conservative Fund of Funds issuing the Fund Units – joint and several liability to the holder of Fund Units for any damages arising from potential misleading information contained in the Prospectus or from the withholding of information.

### **56.2 Co-distributors of the Fund**

**DSK Bank AD** - the continuous distribution of the Fund begins after passporting -.

Registered office: 1036 Sofia, 19 Moskovska St., Bulgaria

Registered by the City Court in Sofia under the company file No 756/1999

**OTP banka d.d (OTP Bank Croatia)** - the continuous distribution of the Fund begins after passporting -.

Registered office: Domovinskog rata 61, 21000 Split, Hrvatska

Registered by the City Court in Split under the company file No 060000531

**OTP banka d.d. (OTP bank Slovenia)** - the continuous distribution of the Fund begins after passporting -.

Registered Office: Slovenska cesta 58., 1000 Ljubljana, Slovenia

Registered by the Commercial Court under the company file No 5860580000

**Crnogorska komercijalna banka a.d. (CKB)** - the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

Registered Office: Bulevar Revoulcije 17, Podgorica, Montenegro

Registered by the Central registry of Business Entities with the registry number 4-0001633

**Banka OTP Albania sh.a (OTP Bank Albania)** - the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.

Registered Office: Bulevardi "Bajram Curri", Godina "Down Town", kt.8, Tirane, Albania

Company registration number: NUIS K41424801U

## **57. PARTICULARS OF REAL ESTATE APPRAISERS**

Not applicable.

## **58. INFORMATION RELATING TO PRIME BROKERS**

### **58.1 Name of the Prime Broker**

Not applicable.

### **58.2 A description of any material arrangements with the Fund's Prime Brokers and the way the conflicts of interest in relation thereto are managed**

Not applicable.

## **59. DESCRIPTION OF ACTIVITIES DELEGATED (OUTSOURCED) TO THIRD PERSONS, IDENTIFICATION OF POTENTIAL CONFLICTS OF INTEREST**

The Fund Manager may engage third parties for the more efficient discharge of its activities.

The Fund Manager engages third persons for performing the activities specified in Section 7(2)(a)(aa) of the Collective Investments Act [legal and accounting services] and for the performance of IT tasks. The latter, however, do not constitute outsourcing under Section 41(11)(b) of the Collective Investments Act, which provides that the provision of services which do not form part of investment fund management, including the provision of legal services, tax consulting services, delivery services, computer system development, computer system hosting and maintenance, the training and further development of personnel, billing services, payroll accounting and bookkeeping services, shall not be recognised as outsourcing.

## **60. FOR UCITS, A DESCRIPTION OF THE DEPOSITARY'S DUTIES, DESCRIPTION OF POTENTIAL CONFLICTS OF INTEREST AND THE ACTIVITIES DELEGATED (OUTSOURCED) BY THE DEPOSITARY**

The tasks of the Depositary are described in Section 53 of the Fund Management Policy.

The Depositary shall not carry out activities for the Fund that may create conflicts of interest between the Fund, the investors in the Fund, the Fund Manager and itself, unless the Depositary has functionally and hierarchically separated the performance of its depositary tasks from its other potentially conflicting tasks, and the potential conflicts of interest are appropriately identified, managed, monitored and disclosed to the investors of the Fund. Under the depositary contract, the Depositary shall be entitled to outsource some of its functions to third parties if the conditions set out in the Collective Investments Act are met. The Depositary's liability shall not be affected by the fact that certain depositary functions affecting the assets of the Fund have been outsourced to third parties. The

Fund Manager shall make available to Investors the information detailed in Sections 53 and 60 of this Fund Management Policy and in Section 8 of the Fund's Prospectus by publishing the consolidated Prospectus and Fund Management Policy and, at request, by handing over a printed copy thereof.

Budapest, 19. December 2025.

.....  
Tímea Ujvári Krisztina Gergely  
OTP Fund Management Ltd.  
on behalf of OTP Fund Management Ltd. and  
OTP Multi-Asset Conservative Fund of Funds  
as Issuer

ELECTRONICALLY SIGNED DOCUMENT

## 61. ANNEXES

*Annex 1: Definitions*

For the purposes of the Prospectus and the Fund Management Policy, the capitalised terms defined elsewhere in this Prospectus and Fund Management Policy shall have the meaning defined there, while the terms below shall have the following meaning:

UCITS:	a) public, open-ended investment funds which comply with the provisions relating to UCITS set out in the Government Decree on the investment and borrowing policies of collective investment trusts, adopted by authorisation of the Collective Investments Act, or b) public, open-ended collective investment trusts created upon the national transposition of the provisions of the UCITS Directive into the laws of another EEA Member State
UCITS Manager:	an investment fund manager whose regular business is managing one or more UCITS
Fund:	OTP Multi-Asset Conservative Fund of Funds
Fund Manager:	OTP Fund Management Ltd. (registered office: H-1026 Budapest, Riadó u. 5-11.)
Equity of the Fund:	the Fund's initial capital is the sum of the nominal value of the Fund Units multiplied by their quantity, where the Fund's net asset value must be maintained during its operation at the value of its initial capital
Fund Unit:	investment units issued by the Fund
Investment Firms Act:	Act CXXXVIII of 2007 on Investment Firms and Commodity Dealers and on the Regulations Governing their Activities
Dematerialised securities:	electronic instruments identifiably containing all material information of securities, which are recorded, transmitted and registered electronically as defined in the Capital Market Act and in specific other legislation
Valuation Policy	A regulation approved by the Fund Manager with the contents prescribed by the Collective Investments Act and the AIFM Regulation, which defines the pricing sources and procedures that may be applied for the valuation of the investment instruments of the investment funds managed by the Fund Manager.
Supervisory Authority:	Magyar Nemzeti Bank (the National Bank of Hungary)
Trading Settlement Day:	the day on which the value of purchase and redemption orders for collective investment instruments is established on the basis of the net asset value, for determining the sum that is due to the investors at the time of settlement
Point of Sale:	The point(s) of sale(s) associated with the Principal Distributor listed in Annex 2.a of the Prospectus and the points of sale associated with the Co-Distributors as Foreign Co-Distributors are listed in Annexes 2.b - 2.f of the Prospectus.
Trading Day:	all banking business days during the term of the Fund except, in respect of distribution and redemption, the period of the temporary suspension of redemption [Sections 114–116 of the Collective Investments Act] and the discontinuation of distribution [Section 113 of the Collective Investments Act], and when the distributor's customer service is suspended in respect of the distributor concerned
Issue Limit	For the purposes of the subscription of Series "A" Fund Units, the Fund Manager shall set the maximum number – upper limit – of Fund Units to be offered as per Section 106(2) of the Collective Investments Act. The maximum initial capital of the Fund is four billion five hundred million forints. In the case of Series "A" Fund Units, the subscription amount shall be calculated in HUF at the official FX mid-rate of the Magyar Nemzeti Bank in effect on the last day of the subscription period.
Trading Hours:	the time period during a Trading Day when the Distributor accepts purchase or redemption orders with a same-day value date at the relevant Point of Sale
Trading Payment Day:	the day on which the sum that is due to the investors after settlement is paid or credited to the investors



Distribution Territory:	territory of the states where the relevant series of the Fund Units are distributed (Hungary and the Foreign Distribution Territories)
Distributor:	the Principal Distributor and the Co-distributors
Credit Institutions Act:	Act CCXXXVII of 2013 on Credit Institutions and Financial Enterprises.
Subscription period:	1 August – 3 August 2022
Collective Investments Act:	Act XVI of 2014 on the Collective Investment Trusts and their Managers and Amending Certain Finance Related Acts
Dual Banking Day:	a banking day in Hungary which, at the same time, also qualifies as a banking day in a foreign country in respect of the specific Foreign Distribution Territory
Fund Management Policy:	the document laying down the special rules applicable to the management of the Fund, enclosed with the Prospectus as an Annex and constituting part thereof
Currency of Issue and Settlement:	the currency in which the nominal value of the relevant series of the Fund Units is determined, and in which the price (purchase or redemption price) of the relevant series of the Fund Units must be paid
Issuer:	the Fund
Depository:	pursuant to Section 62(1) of the Collective Investments Act, a credit institution incorporated in Hungary licensed to provide the safe custody services specified in Section 5(2)(b) of the Investment Firms Act and appointed by the investment fund manager to provide depository services in respect of the Fund managed by it; in this case, UniCredit Bank Hungary Zrt. (registered office: H-1054 Budapest, Szabadság tér 5–6.)
Banking Day in Hungary:	each day on which the Principal Distributor is open for business (excluding the duration of any periods of closure authorised by the Supervisory Authority)
Trading Day in Hungary:	all Banking Days in Hungary during the term of the Fund, except, in respect of distribution and redemption, the period of the temporary suspension of redemption [Section 114–116 of the Collective Investments Act] and the discontinuation of distribution [Section 113 of the Collective Investments Act], and when the distributor's customer service is suspended in respect of the distributor concerned
Net asset value (NAV):	value of the assets in the portfolio of the investment fund – including accrued and deferred assets and receivables from lending arrangements – less the total of all liabilities charged to the portfolio, including accrued expenses and deferred income
Civil Code:	Act V of 2013 on the Civil Code
Professional Investor:	an investor who a) qualifies as a professional client under the Investment Firms Act or may be treated as such upon request, or b) commits to invest at least one hundred thousand euros or the equivalent thereof into collective investment securities
T-day:	the Trading Day for which the net asset value of the Fund is determined. In respect of the purchase and redemption orders placed for Fund Units, it is identical with the Trading Settlement Day
Co-distributor:	Any other Distributor, in addition to the Principal Distributor, involved in the distribution under an agreement with the Principal Distributor and the Fund Manager.
Prospectus:	this document, prepared for the public offering of the Fund Units and approved by the Supervisory Authority; the Fund Management Policy also constitutes an Annex (part) thereof
Capital Market Act:	Act CXX of 2001 on the Capital Market
Principal Distributor:	the Distributor entrusted with the distribution of the Fund Units and which assumes liability for the Fund Units and for the information contained in the Prospectus in accordance with its declaration under Section 14 of the Prospectus, which is OTP Bank Plc.

*The meaning of other terms used in the Prospectus*

Any terms that are included in the Prospectus or the Fund Management Policy but are not defined either under these Definitions or in any other sections of the Prospectus or the Fund Management Policy shall have the meaning defined in the Collective Investments Act or in the Capital Market Act.

**Annex 2.a.: Subscription Venues of the Principal Distributor in respect of series “A” Fund Units**

(i) OTP Bank Plc.'s telephone and internet services, as well as OTP Bank Plc.'s Private Banking Call Handling service. The list of services available for the purchase and redemption of Investment Fund Units, as well as the list of orders that can be placed through these services and the terms and conditions for using them, are set out by the Principal Distributor in a separate announcement – *"Supplementary Announcement on general securities trading information and the order of execution of certain transactions to the Investment Services Business Line Business Regulations."*

(ii) The branches of OTP Bank Plc. providing securities services can be found on the website below

<https://www.otpbank.hu/portal/hu/Kapcsolat/Fiokkereso>

**Annex 2.b.: List of sale DSK Bank as Co-distributor ( the continuous distribution of the Fund begins after passporting)**

The branches of DSK Bank can be found on the website below:

<https://dskbank.bg/en/contacts/branch-network>

**Annex 2.c.: List of sale OTP banka d.d. (OTP Bank Croatia) as Co-distributor ( the continuous distribution of the Fund begins after passporting )**

Branch name	Registered Address	E-mail
PB office Zagreb	Jurišićeva 2, 10000 Zagreb	privatno.bankarstvo@otpbanka.hr
PB office Split	Ivana Gundulića 36, 21000 Split	privatno.bankarstvo@otpbanka.hr
PB office Zadar	Domovinskog rata 3, 23000 Zadar	privatno.bankarstvo@otpbanka.hr
PB office Rijeka	Jadranski trg 1, 51000 Rijeka	privatno.bankarstvo@otpbanka.hr

**Annex 2.d.: List of sale OTP banka d.d. (OTP Bank Slovenia) as Co-distributor ( the continuous distribution of the Fund begins after passporting )**

The branches of OTP banka d.d. can be found on the website below:

<https://www.otpbanka.si/branches-atm>

**Annex 2.e.: List of sale Crnogorska komercijalna banka a.d. as Co-distributor (the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.)**

Crnogorska Komercijalna Banka - Bulevar Revolucije 17, Podgorica

**Annex 2.f.: List of sale Banka OTP Albania sh.a (OTP Bank Albania), as Co-distributor (the continuous distribution of the Fund begins on the basis of the authorisation of the local supervisory authority for the distribution of the Fund.)**

Can be found on the website of OTP Bank Albania below:

<https://otpbank.al/sq/tregjet-globale/>

**Annex 3: List of other investment funds managed by the Fund Manager**

Open-end funds established for an indefinite term

OTP Total Return Derivative Fund (OTP Abszolút Hozamú Származtatott Alap)  
 OTP AHA Derivative EUR Fund of Funds (OTP AHA Euró Származtatott Alapba Fektető Alap)  
 OTP Africa Equity Fund (OTP Afrika Részvény Alap)  
 OTP Asian Equity Fund of Funds (OTP Ázsiai Részvény Alapok Alapja)  
 OTP CETOP Index Tracking UCITS ETF (OTP CETOP Indexkövető UCITS ETF Alap)  
 OTP Target Date Mixed Fund of Funds 2025 (OTP Céldátum 2025 Vegyes Alapba Fektető Alap)  
 OTP Target Date Mixed Fund of Funds 2030 (OTP Céldátum 2030 Vegyes Alapba Fektető Alap)  
 OTP Target Date Mixed Fund of Funds 2035 (OTP Céldátum 2035 Vegyes Alapba Fektető Alap)  
 OTP Target Date Fund 2040 (OTP Céldátum 2040 Alapba Fektető Alap)  
 OTP Target Date Fund 2045 (OTP Céldátum 2045 Alapba Fektető Alap)  
 OTP Target Date Fund 2050 (OTP Céldátum 2050 Alapba Fektető Alap)  
 OTP USD Short Bond Fund (OTP Dollár Rövid Kötvény Alap)  
 OTP EMDA Total Return Derivative Fund (OTP EMDA Abszolút Hozamú Származtatott Alap)  
 OTP EMDA EUR Derivative Fund of Funds (OTP EMDA Euró Származtatott Alapba Fektető Alap)  
 OTP EMEA Derivative Bond Fund (OTP EMEA Származtatott Kötvény Alap)  
 OTP EUR Short Bond Fund (OTP Euró Rövid Kötvény Alap)  
 OTP Treasures of Earth Total Return Derivative Fund (OTP Föld Kincsei Abszolút Hozamú Származtatott Alap)  
 OTP Fundman Equity Fund (OTP Fundman Részvény Alap)  
 OTP Climate Change Equity Fund (OTP Klímaváltozás Részvény Alap)  
 OTP Central European Equity Fund (OTP Közép-Európai Származtatott Részvény Alap)  
 OTP Maxima Bond Fund (OTP Maxima Kötvény Alap)  
 OTP Meta Derivative Global Bond Fund (OTP Meta Származtatott Globális Kötvény Alap)  
 OTP Multi-Asset Balanced Fund of Fund (OTP Multi-Asset Kiegyensúlyozott Alapok Alapja)  
 OTP Multi-Asset Conservative Fund of Funds (OTP Multi-Asset Konzervatív Alapok Alapja)  
 OTP Multi-Asset Dynamic Fund of Funds (OTP Multi-Asset Dinamikus Alapok Alapja)  
 OTP Western European Equity Fund (OTP Nyugat-Európai Részvény Alap)  
 OTP Omega Fund of Funds (OTP Omega Fejlett Piaci Részvény Alapok Alapja)  
 OTP Optima Capital Guaranteed Bond Fund (OTP Optima Tőkegarantált Kötvény Alap)  
 OTP Russian Equity Fund (OTP Orosz Részvény Alap)  
 OTP Palette Derivative Mixed Fund (OTP Paletta Származtatott Vegyes Értékpapíralap)  
 OTP Planete Emerging Market Equity Fund of Funds (OTP Planéta Feltörekvő Piaci Részvény Alapok Alapja)  
 OTP Premium Active Classic Mixed Fund of Funds (OTP Prémium Aktív Klasszikus Vegyes Alapok Alapja)  
 OTP Premium EUR Mixed Fund of Funds (OTP Prémium Euró Vegyes Alapok Alapja)  
 OTP Premium Balanced Mixed Fund of Funds (OTP Prémium Kiegyensúlyozott Vegyes Alapok Alapja)  
 OTP Premium Classic Mixed Fund of Funds (OTP Prémium Klasszikus Vegyes Alapok Alapja)  
 OTP Premium Growth Mixed Fund of Funds (OTP Prémium Növekedési Vegyes Alapok Alapja)  
 OTP Premium Derivative Fund of Funds (OTP Prémium Származtatott Alapok Alapja)  
 OTP Premium Derivative EUR Fund of Funds (OTP Prémium Származtatott Euró Alapok Alapja)  
 OTP Premium Money Market Fund (OTP Prémium Pénzpiaci Alap)  
 OTP Premium Trend Classic Mixed Fund of Funds (OTP Prémium Trend Klasszikus Vegyes Alapok Alapja)  
 OTP Quality Derivative Equity Fund (OTP Quality Származtatott Részvény Alap)  
 OTP Sigma Derivative Total Return Fund (OTP Sigma Származtatott Abszolút Hozamú Alap)  
 OTP Spectra Derivatives Fund of Funds (OTP Spectra Származtatott Alapba Fektető Alap)  
 OTP Strategic EUR Bond Fund (OTP Stratégiai Euró Kötvény Alap)  
 OTP Supra Total Return Derivative Fund (OTP Supra Abszolút Hozamú Származtatott Alap)  
 OTP Supra USD Derivative Fund of Funds (OTP Supra Dollár Származtatott Alapba Fektető Alap)  
 OTP Supra EUR Derivative Fund of Funds (OTP Supra Euró Származtatott Alapba Fektető Alap)  
 OTP Terra Commodity Fund (OTP Terra Árpiaci Alap)  
 OTP Capital Guaranteed Short Bond Fund (OTP Tőkegarantált Rövid Kötvény Alap)  
 OTP Turkish Equity Fund (OTP Török Részvény Alap)  
 BUX ETF (OTP Tőzsdén Kereskedett BUX Indexkövető Alap)  
 OTP Trend Total Return Derivative Fund (OTP Trend Abszolút Hozamú Származtatott Alap)  
 OTP USA Equity Fund (OTP USA Részvény Alap)  
 OTP New Europe EUR Derivatives Fund of Funds (OTP Új Európa Euró Származtatott Alapba Fektető Alap)  
 OTP New Europe Total Return Derivative Fund (OTP Új Európa Abszolút Hozamú Származtatott Alap)

Closed-end funds

OTP Energy Trend Yield-Guaranteed Closed-End Fund (OTP Energiatrend Hozamvédett Zártvégű Alap)  
OTP Megatrend Yield-Guaranteed Closed-End Fund (OTP Megatrend Hozamvédett Zártvégű Alap)  
OTP Ecotrend Yield-Guaranteed Closed-End Fund (OTP Ökotrend Hozamvédett Zártvégű Alap)  
OTP AI Infrastructure Capital Protected Derivative Closed-end Fund (OTP AI Infrastruktúra Tőkevédett Származtatott Zártvégű Alap)  
OTP AI Innovation Capital Protected Derivative Closed-end Fund (OTP AI Innováció Tőkevédett Származtatott Zártvégű Alap)  
OTP Digital Security Capital Protected Derivative Closed-end Fund (OTP Digitális Biztonság Tőkevédett Származtatott Zártvégű Alap)

Private funds

OTP Private Euro Bond Fund (OTP Zártkörű Euró Kötvény Alap)  
OTP II Private Emerging Market Equity Fund of Funds (OTP II. Zártkörű Feltörekvő Piaci Részvény Alapok Alapja)  
OTP II Private Bond Fund (OTP II. Zártkörű Kötvény Alap)  
OTP Private Developed Market Equity Fund of Funds (OTP Zártkörű Fejlett Piaci Részvény Alapok Alapja)  
OTP Private Institutional Equity Fund (OTP Zártkörű Intézményi Részvény Alap)  
Fund investing in the OTP Private Global Total Return Fund (OTP Zártkörű Globális Abszolút Hozam Alapba Fektető Alap)  
Fund investing in the OTP 'Stalice' Private Fund (OTP Szikvirág Zártkörű Alapba Fektető Alap)