



OTP BANK PLC.

**SEPARATE FINANCIAL STATEMENTS
IN ACCORDANCE WITH
INTERNATIONAL FINANCIAL REPORTING STANDARDS
AS ADOPTED BY THE EUROPEAN UNION**

**FOR THE THREE MONTH ENDED
31 MARCH 2025**

OTP BANK PLC.

CONTENTS

SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025	3
SEPARATE CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED) (in HUF mn).....	4
SEPARATE CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED) (in HUF mn).....	5
SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED) (in HUF mn).....	6
SEPARATE CONDENSED STATEMENT OF CASH FLOWS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED)	7
NOTE 1: ORGANIZATION AND BASIS OF FINANCIAL STATEMENTS	8
1.1. General information	8
1.2. Accounting.....	8
NOTE 2: SIGNIFICANT EVENTS DURING THE THREE MONTH PERIOD ENDED 31 MARCH 2025	8
NOTE 3: SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD	8
NOTE 4: FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (in HUF mn).....	10
NOTE 5: SECURITIES AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (in HUF mn).....	10
NOTE 6: SECURITIES AT AMORTISED COST (in HUF mn).....	11
NOTE 7: LOANS (in HUF mn)	11
NOTE 8: INVESTMENTS IN SUBSIDIARIES, ASSOCIATES, JOINT VENTURES AND OTHER INVESTMENTS (in HUF mn).....	12
NOTE 9: DEPOSITS FROM CUSTOMERS (in HUF mn).....	13
NOTE 10: LIABILITIES FROM ISSUED SECURITIES (in HUF mn)	13
NOTE 11: OFF-BALANCE SHEET ITEMS (in HUF mn).....	14
NOTE 12: DERIVATIVE FINANCIAL INSTRUMENTS (in HUF mn) [continued]	15
NOTE 13: INTEREST INCOME AND EXPENSES (in HUF mn).....	17

OTP BANK PLC.
SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025
(UNAUDITED) (in HUF mn)

	Note	31 March 2025	31 December 2024	31 March 2024
Cash, amounts due from banks and balances with the National Bank of Hungary		2,300,658	2,075,179	2,462,289
Placements with other banks		3,002,572	2,948,536	2,670,413
Repo receivables		398,310	238,079	216,136
Financial assets at fair value through profit or loss	4.	345,805	651,236	269,432
Financial assets at fair value through other comprehensive income	5.	593,281	592,602	580,520
Securities at amortised cost	6.	4,403,806	3,334,145	4,128,083
Loans at amortised cost	7.	4,705,707	4,670,795	4,770,564
Loans mandatorily measured at fair value through profit or loss	7.	1,025,548	998,410	946,123
Investments in subsidiaries	8.	2,167,079	2,169,031	2,039,164
Property and equipment		112,032	111,772	107,590
Intangible assets		161,997	137,860	99,296
Right of use assets		58,695	58,956	65,912
Investment properties		4,190	4,227	4,293
Deferred tax assets		1,724	-	-
Current tax assets		1,044	-	-
Derivative financial assets designated as hedge accounting relationships		35,446	43,130	21,404
Non-current assets held for sale		-	-	130,718
Other assets		<u>563,945</u>	<u>357,095</u>	<u>561,348</u>
TOTAL ASSETS		<u>19,881,839</u>	<u>18,391,053</u>	<u>19,073,285</u>
Amounts due to banks and deposits from the National Bank of Hungary and other banks		1,964,161	1,606,969	2,098,175
Repo liabilities		679,130	227,632	510,970
Deposits from customers	9.	11,488,127	10,891,924	11,225,244
Fair value changes of the hedged items in portfolio hedge of interest rate risk		3,085	4,303	(2,691)
Leasing liabilities		63,676	64,380	69,537
Liabilities from issued securities	10.	1,446,382	1,750,893	1,374,135
Financial liabilities designated at fair value through profit or loss		15,745	17,024	18,760
Derivative financial liabilities designated as held for trading		130,392	144,499	161,412
Derivative financial liabilities designated as hedge accounting relationships		26,926	19,438	49,112
Deferred tax liabilities		-	1,707	536
Current tax liabilities		19,636	23,591	17,251
Provisions		24,092	25,647	21,032
Other liabilities		630,698	449,522	375,044
Subordinated bonds and loans		<u>541,547</u>	<u>362,271</u>	<u>546,417</u>
TOTAL LIABILITIES		<u>17,033,597</u>	<u>15,589,800</u>	<u>16,464,934</u>
Share capital		28,000	28,000	28,000
Retained earnings and reserves		3,008,744	2,896,319	2,601,548
Treasury shares		<u>(188,502)</u>	<u>(123,066)</u>	<u>(21,197)</u>
TOTAL SHAREHOLDERS' EQUITY		<u>2,848,242</u>	<u>2,801,253</u>	<u>2,608,351</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>19,881,839</u>	<u>18,391,053</u>	<u>19,073,285</u>

OTP BANK PLC.
SEPARATE CONDENSED STATEMENT OF PROFIT OR LOSS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED)
(in HUF mn)

	Note	Three month period ended 31 March 2025	Three month period ended 31 March 2024	Year ended 31 December 2024
Interest income and similar to interest income total	13.	378,421	436,039	1,626,153
Interest expenses total	13.	<u>(239,046)</u>	<u>(311,869)</u>	<u>(1,107,551)</u>
NET INTEREST INCOME	13.	<u>139,375</u>	<u>124,170</u>	<u>518,602</u>
Risk cost total		(14,737)	9,371	(53,455)
NET INTEREST INCOME AFTER RISK COST		<u>124,638</u>	<u>133,541</u>	<u>465,147</u>
Gains / (Losses) arising from derecognition of financial assets measured at amortised cost		(662)	(873)	(9,856)
Modification loss		-	(21)	(1,999)
Net profit from fees and commissions		101,873	80,070	376,349
Net operating income		151,488	245,962	529,862
Other administrative expenses		<u>(260,496)</u>	<u>(128,858)</u>	<u>(547,947)</u>
PROFIT BEFORE INCOME TAX		<u>116,841</u>	<u>329,821</u>	<u>811,556</u>
Income tax expense		<u>(4,039)</u>	<u>(13,549)</u>	<u>(66,557)</u>
PROFIT AFTER INCOME TAX		<u>112,802</u>	<u>316,272</u>	<u>744,999</u>
Earnings per share (in HUF)				
Basic		<u>416</u>	<u>1,627</u>	<u>2,692</u>
Diluted		<u>416</u>	<u>1,627</u>	<u>2,692</u>

OTP BANK PLC.
SEPARATE CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED)
(in HUF mn)

	Three month period ended 31 March 2025	Three month period ended 31 March 2024	Year ended 31 December 2024
PROFIT AFTER INCOME TAX	<u>112,802</u>	<u>316,272</u>	<u>744,999</u>
Items that may be reclassified subsequently to profit or loss:			
Fair value adjustment of debt instruments at fair value through other comprehensive income	(1,895)	9,110	9,751
Deferred tax related to fair value adjustment of debt instruments at fair value through other comprehensive income	189	(804)	(848)
Losses on separated currency spread of financial instruments designated as hedging instrument	(423)	(2,602)	(359)
Deferred tax related to (losses) / gains on separated currency spread of financial instruments designated as hedging instrument	38	234	32
Gains / (Losses) on derivative financial instruments designated as cash flow hedge	<u>160</u>	<u>(496)</u>	<u>136</u>
Items that will not be reclassified to profit or loss:			
Fair value adjustment of equity instruments at fair value through other comprehensive income	529	2,547	11,547
Deferred tax related to equity instruments at fair value through other comprehensive income	<u>(60)</u>	<u>(288)</u>	<u>(1,305)</u>
Total	<u>(1,462)</u>	<u>7,701</u>	<u>18,954</u>
TOTAL COMPREHENSIVE INCOME	<u>111,340</u>	<u>323,973</u>	<u>763,953</u>

OTP BANK PLC.
SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED)
(in HUF mn)

	Share Capital	Capital reserve	Retained earnings and other reserves	Treasury Shares	Total
Balance as at 1 January 2024	28,000	52	2,276,707	(6,154)	2,298,605
Profit after income tax	-	-	316,272	-	316,272
Other comprehensive income	=	=	<u>7,701</u>	=	<u>7,701</u>
Total comprehensive income	=	=	<u>323,973</u>	=	<u>323,973</u>
Share-based payment	-	-	807	-	807
Sale of treasury shares	-	-	-	559	559
Acquisition of treasury shares	-	-	-	(15,602)	(15,602)
Loss on treasury shares	-	-	9	-	9
Other transaction with owners	=	=	<u>816</u>	<u>(15,043)</u>	<u>(14,227)</u>
Balance as at 31 March 2024	<u>28,000</u>	<u>52</u>	<u>2,601,496</u>	<u>(21,197)</u>	<u>2,608,351</u>
Balance as at 1 January 2025	28,000	52	2,896,267	(123,066)	2,801,253
Profit after income tax	-	-	112,802	-	112,802
Other comprehensive income	=	=	<u>(1,462)</u>	=	<u>(1,462)</u>
Total comprehensive income	=	=	<u>111,340</u>	=	<u>111,340</u>
Share-based payment	-	-	1,042	-	1,042
Sale of treasury shares	-	-	-	1,842	1,842
Acquisition of treasury shares	-	-	-	(67,278)	(67,278)
Loss on sale of treasury shares	-	-	43	-	43
Other transaction with owners	=	=	<u>1,085</u>	<u>(65,436)</u>	<u>(64,351)</u>
Balance as at 31 March 2025	<u>28,000</u>	<u>52</u>	<u>3,008,692</u>	<u>(188,502)</u>	<u>2,848,242</u>

OTP BANK PLC.
SEPARATE CONDENSED STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025 (UNAUDITED)
(in HUF mn)

	Three month period ended 31 March 2025	Three month period ended 31 March 2024	Year ended 31 December 2024
Profit before income tax	116,841	329,821	811,556
Net accrued interest	(38,657)	48,604	8,015
Income tax paid	(12,275)	(19,213)	(37,966)
Depreciation and amortization	17,637	13,459	63,700
Loss allowance / (Release of loss allowance)	26,949	(8,875)	74,109
Share-based payment	1,042	807	4,411
Unrealised losses / (gains) on fair value adjustment of financial instruments at fair value through profit or loss	4,653	(5,479)	(31,315)
Unrealised losses / (gains) on fair value adjustment of derivative financial instruments	-	2,953	(21,014)
(Gains) / Losses on securities	(173)	858	7,017
Interest expense from leasing liabilities	611	(679)	(2,495)
Foreign exchange (loss) / gain	(48,742)	29,752	69,407
Proceeds from sale of tangible and intangible assets	61	(101)	19
Net change in assets and liabilities in operating activities	<u>1,365,460</u>	<u>549,980</u>	<u>(1,314,984)</u>
Net cash provided by operating activities	<u>1,433,407</u>	<u>941,887</u>	<u>(369,540)</u>
Net cash used in investing activities	<u>(1,099,407)</u>	<u>(1,318,098)</u>	<u>(282,355)</u>
Net cash (used in) / provided by financing activities	<u>(111,283)</u>	<u>116,217</u>	<u>(1,194)</u>
Net increase / (decrease) in cash and cash equivalents	<u>222,717</u>	<u>(259,994)</u>	<u>(653,089)</u>
Cash and cash equivalents at the beginning of the year	<u>911,836</u>	<u>1,564,925</u>	<u>1,564,925</u>
Cash and cash equivalents at the end of the year	<u>1,134,553</u>	<u>1,304,931</u>	<u>911,836</u>

NOTE 1: ORGANIZATION AND BASIS OF FINANCIAL STATEMENTS

1.1. General information

These interim condensed financial statements had been prepared in accordance with the prescriptions of IAS 34.

1.2. Accounting

The Bank maintains its accounting records and prepares its statutory accounts in accordance with the commercial, banking and fiscal regulations prevailing in Hungary.

The presentation and the functional currency of the Bank is the Hungarian Forint (“HUF”).

The Bank followed the same accounting policies and methods of computation in the interim financial statements as compared with the most recent annual financial statements.

NOTE 2: SIGNIFICANT EVENTS DURING THE THREE MONTH PERIOD ENDED 31 MARCH 2025

1) USD 750 million bond issuance

See details about the event in Note 10.

2) EUR 500 million bond recall

See details about the event in Note 10.

3) EUR 650 million bond recall

See details about the event in Note 10.

NOTE 3: SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Post-balance sheet events cover the period until 30 April 2025.

- On 9 April 2025, the Hungarian Banking Association agreed with the Ministry of National Economy that banks will not apply fee changes resulting from inflation indexation or increase in other operating cost items to their retail customers until 30 June 2026. Those banks that have already announced their inflation indexation for 2025 according to the law, will reverse such increases either through itemized refunds or by providing a permanent discount, or with a refund of the same amount at customer group’s level. Within this framework, on 8 April 2025, OTP Bank announced that it was ready to reduce the fees of its retail customers by a total of almost HUF 2 billion and to extend certain preferential promotions worth several billions of HUF. On the other hand, the banking sector, via the representatives of the Hungarian Banking Association, have also concluded an agreement with the Hungarian National Bank. This agreement, in addition to temporarily reducing the monthly fee of so-called basic accounts which represent a narrow range of bank accounts, also makes a wide range of retail bank accounts simpler and more transparent.
- On 10 April 2025, OTP Bank Plc. informed capital market participants that the voting right of OTP SEPOP Organizations (Special Employee Partial Ownership Plan Organization No. I. of OTP Employees and Special Employee Partial Ownership Plan Organization No. II. of OTP Employees) in OTP Bank Plc. increased to a total of 5.02% as a result of the transactions concluded on 9 April 2025.

NOTE 3: SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD [continued]

- On 11 April 2025, S&P Global Ratings revised its outlook on Hungary to negative from stable. At the same time, it affirmed its 'BBB-/A-3' long- and short-term foreign and local currency sovereign credit ratings on Hungary.
- According to the press release published on 14 April 2025 by S&P Global Ratings, the rating agency upgraded its long- and short-term issuer credit ratings on OTP Bank Plc. and OTP Mortgage Bank Ltd. to 'BBB/A-2' from 'BBB-/A-3' and its long-term resolution counterparty ratings to 'BBB+' from 'BBB'. The ratings on OTP Bank's senior unsecured debt also improved to 'BBB' from 'BBB-'. All other ratings of OTP Bank and OTP Mortgage Bank Ltd. have been affirmed. The outlook on the long-term issuer ratings is negative.
- On 17 April 2025, Márton Nagy, the Minister of National Economy announced that the windfall profit tax on banks and insurers will remain in place, and that the elimination of the windfall tax may be considered if interest rates return to the pre-war level of 2-3%. In addition to the old banking tax, the banking sector may pay windfall profit tax of around HUF 180 billion in 2026 assuming that banks fully meet the government bond purchase conditions in order to reduce the tax burden.
- On 24 April 2025 OTP Bank Plc. received a single permission from the National Bank of Hungary for the repurchase of Common Equity Tier 1 (CET1) instruments, accordingly the Bank is entitled to repurchase its own shares in the amount of HUF 150 billion until 31 December 2025. The total amount specified in the permission was immediately deducted from the own funds in accordance with the law.
- On 25 April 2025, at the General Meeting of the Bank, Dr. Sándor Csányi informed shareholders that, at his initiative, the Board of Directors decided to separate the positions of Chairman and CEO of OTP Bank Plc. with effect from 1 May 2025. Dr. Sándor Csányi will continue to perform the strategic management tasks of the OTP Group as Chairman of the Board of Directors, The Board of Directors appointed Péter Csányi to the position of CEO for an indefinite period.
- On 25 April 2025, the Annual General Meeting elected Catherine Paule Granger-Ponchon as a new member of the Supervisory Board of OTP Bank Plc., replacing Olivier Péqueux as an independent member of the board, representing the Groupama Group. Her appointment will last until the date of the Company's Annual General Meeting closing the 2025 business year, but no later than 30 April 2026.
- On 25 April 2025, the Annual General Meeting elected Catherine Paule Granger-Ponchon as a new member of the Audit Committee of OTP Bank Plc., replacing Olivier Péqueux as an independent member of the board, representing the Groupama Group. Her appointment will last until the date of the Company's Annual General Meeting closing the 2025 business year, but no later than 30 April 2026.
- At its meeting on 29 April 2025, the Hungarian National Bank left the base rate unchanged at 6.5%.
- On 29 April 2025, the Parliament decided that payment service providers are obliged to provide their customers with cash withdrawal services in any settlement. In order to operate the ATM network in all settlements, payment service providers may agree on the joint installation and operation of ATMs. The law authorizes the Governor of the Central Bank to establish the detailed rules for the burden-bearing of banks, the sharing of costs, and the criteria for installation in a decree. The Minister of National Economy is authorized by the decree to schedule the installations.
- Based on the preliminary data published by the Central Statistical Office on 30 April 2025, in the first quarter of 2025 the Hungarian economy shrank by 0.2% q-o-q. In annual comparison, according to raw data, the economy stagnated, and based on seasonally and calendar adjusted and balanced data, it contracted compared to the same period of the previous year by 0.4%.

NOTE 4: FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (in HUF mn)

	31 March 2025	31 December 2024
Held for trading securities:		
Government bonds	183,676	57,498
Other non-interest bearing securities	335	377
Hungarian government discounted Treasury Bills	3,809	207
Corporate shares and investments	1,336	1,197
Mortgage bonds	118	117
Other securities	<u>11,862</u>	<u>388,597</u>
Subtotal	<u>201,136</u>	<u>447,993</u>
Securities mandatorily measured at fair value through profit or loss		
Shares in investment funds	30,872	30,878
Shares	<u>1,047</u>	<u>1,304</u>
Subtotal	<u>31,919</u>	<u>32,182</u>
Held for trading derivative financial instruments:		
Foreign currency swaps	34,691	63,309
Interest rate swaps	50,020	57,406
CCIRS and mark-to-market CCIRS swaps	12,011	20,730
Other derivative transactions	<u>16,028</u>	<u>29,616</u>
Subtotal	<u>112,750</u>	<u>171,061</u>
Total	<u>345,805</u>	<u>651,236</u>

NOTE 5: SECURITIES AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (in HUF mn)

	31 March 2025	31 December 2024
Securities at fair value through other comprehensive income		
Government bonds	181,148	185,171
Mortgage bonds	331,768	326,950
Interest bearing treasury bills	313	86
Other securities	45,589	46,461
<i>Listed securities</i>	<u>35,767</u>	<u>9,525</u>
in foreign currency	35,767	9,525
<i>Non-listed securities</i>	<u>9,822</u>	<u>36,936</u>
in HUF	9,822	10,331
in foreign currency	-	<u>26,605</u>
Subtotal	<u>558,818</u>	<u>558,668</u>
Non-trading equity instruments		
-non-listed securities	<u>34,463</u>	<u>33,934</u>
in HUF	528	528
in foreign currency	<u>33,935</u>	<u>33,406</u>
	<u>34,463</u>	<u>33,934</u>
Securities at fair value through other comprehensive income total	<u>593,281</u>	<u>592,602</u>

NOTE 6: SECURITIES AT AMORTISED COST (in HUF mn)

	31 March 2025	31 December 2024
Government bonds	3,368,658	2,904,452
Other bonds	953,261	345,418
Treasury bills	94,450	93,259
Mortgage bonds	<u>30,171</u>	<u>29,927</u>
Subtotal	<u>4,446,540</u>	<u>3,373,056</u>
Loss allowance	<u>(42,734)</u>	<u>(38,911)</u>
Total	<u>4,403,806</u>	<u>3,334,145</u>

An analysis of change in the loss allowance on securities at amortised cost:

	31 March 2025	31 December 2024
Balance as at 1 January	38,911	26,225
Loss allowance	5,624	22,001
Release of loss allowance	(508)	(11,433)
FX movement	<u>(1,293)</u>	<u>2,118</u>
Closing balance	<u>42,734</u>	<u>38,911</u>

NOTE 7: LOANS (in HUF mn)

Loans measured at fair value through profit or loss

	31 March 2025	31 December 2024
Within one year	53,075	45,362
Over one year	<u>972,473</u>	<u>953,048</u>
Loans measured at fair value through profit or loss total	<u>1,025,548</u>	<u>998,410</u>

Loans measured at fair value through profit or loss are mandatorily measured at fair value through profit or loss.

Loans measured at amortised cost, net of allowance for loan losses

	31 March 2025	31 December 2024
Within one year	2,355,851	2,415,594
Over one year	<u>2,496,905</u>	<u>2,399,947</u>
Loans at amortised cost gross total	<u>4,852,756</u>	<u>4,815,541</u>
Loss allowance on loan losses	<u>(147,049)</u>	<u>(144,746)</u>
Loans at amortised cost total	<u>4,705,707</u>	<u>4,670,795</u>

An analysis of the loan portfolio by currency (%):

	31 March 2025	31 December 2024
In HUF	64%	64%
In foreign currency	<u>36%</u>	<u>36%</u>
Total	<u>100%</u>	<u>100%</u>

NOTE 7: LOANS (in HUF mn) [continued]

An analysis of the change in the loss allowance on loans at amortised cost is as follows:

	31 March 2025	31 December 2024
Balance as at 1 January	144,746	147,415
Loss allowance	48,929	266,410
Release of loss allowance	(40,067)	(238,441)
Use of loss allowance	(4,578)	(25,572)
Partial write-off	(813)	(8,065)
FX movement	<u>(1,168)</u>	<u>2,999</u>
Closing balance	<u>147,049</u>	<u>144,746</u>

NOTE 8: INVESTMENTS IN SUBSIDIARIES, ASSOCIATES, JOINT VENTURES AND OTHER INVESTMENTS (in HUF mn)

	31 March 2025	31 December 2024
Investments in subsidiaries:		
Controlling interest	2,577,097	2,566,076
Other	<u>27,512</u>	<u>27,646</u>
Subtotal	<u>2,604,609</u>	<u>2,593,722</u>
Impairment loss	<u>(437,530)</u>	<u>(424,691)</u>
Total	<u>2,167,079</u>	<u>2,169,031</u>

An analysis of the change in the impairment loss is as follows:

	31 March 2025	31 December 2024
Balance as at 1 January	424,691	418,115
Impairment loss for the period	13,919	13,517
Reversal of impairment loss	(1,080)	(2,430)
Use of impairment loss	=	<u>(4,511)</u>
Closing balance	<u>437,530</u>	<u>424,691</u>

NOTE 9: DEPOSITS FROM CUSTOMERS (in HUF mn)

	31 March 2025	31 December 2024
Within one year:		
In HUF	9,018,235	8,608,098
In foreign currency	<u>2,451,886</u>	<u>2,264,025</u>
	<u>11,470,121</u>	<u>10,872,123</u>
Over one year:		
In HUF	<u>21,091</u>	<u>24,104</u>
	<u>21,091</u>	<u>24,104</u>
Total	<u>11,491,212</u>	<u>10,896,227</u>

An analysis of deposits from customers by type, not including accrued interest, is as follows:

	31 March 2025		31 December 2024	
Household deposits	5,373,158	47%	5,024,279	46%
Deposits to medium and large corporates	5,198,296	45%	5,032,072	46%
Municipality deposits	<u>919,758</u>	<u>8%</u>	<u>839,876</u>	<u>8%</u>
Total	<u>11,491,212</u>	<u>100%</u>	<u>10,896,227</u>	<u>100%</u>

NOTE 10: LIABILITIES FROM ISSUED SECURITIES (in HUF mn)

	31 March 2025	31 December 2024
Within one year:		
In HUF	99,269	83,693
In foreign currency	<u>34,347</u>	<u>46,521</u>
	<u>133,616</u>	<u>130,214</u>
Over one year:		
In HUF	772	12,226
In foreign currency	<u>1,311,994</u>	<u>1,608,453</u>
	<u>1,312,766</u>	<u>1,620,679</u>
Total	<u>1,446,382</u>	<u>1,750,893</u>

A significant event related to the bond issue and redemption**Issuance of USD 750 mn notes**

Notes (ISIN: XS2988670878) have been issued on 30 January 2025 as value date in the aggregate nominal amount of USD 750 million. The notes are rated 'Ba2' by Moody's Investor Services Cyprus Ltd., 'BB' by S&P Global Ratings Europe Limited and 'BB+' by Scope Ratings GmbH. The notes are listed on the Luxembourg Stock Exchange.

Recall of EUR 500 mn bond

EUR 500 million Fixed to Floating Rate Perpetual Subordinated Notes (ISIN: XS0274147296) have been redeemed and the principal amount, together with accrued and unpaid interest was paid to the holders of the notes. Following the redemption, the notes have been cancelled pursuant to terms and conditions of the notes.

NOTE 10: LIABILITIES FROM ISSUED SECURITIES (in HUF mn) [continued]**Recall of EUR 650 mn bond**

EUR 650 million 7.350 per cent Senior Preferred Fixed-to-Floating Callable Notes due 2026 (XS2560693181) have been redeemed and the principal amount, together with accrued and unpaid interest was paid to the holders of the notes. Following the redemption, the notes have been cancelled pursuant to terms and conditions of the notes.

NOTE 11: OFF-BALANCE SHEET ITEMS (in HUF mn)

In the normal course of business, the Bank becomes a party to various financial transactions that are not reflected on the statement of financial position and are referred to as off-balance sheet financial instruments. The following represents notional amounts of these off-balance sheet financial instruments, unless stated otherwise.

Contingent liabilities and commitments

	31 March 2025	31 December 2024
Loan commitments	2,344,977	2,536,990
Guarantees arising from banking activities	1,893,478	1,903,718
<i>from this: Payment undertaking liabilities (related to issue of mortgage bonds) of OTP Mortgage Bank</i>	996,743	1,004,209
Factoring loan commitments	373,098	382,011
Confirmed letters of credit	<u>13,858</u>	<u>5,181</u>
Contingent liabilities and commitments total in accordance with IFRS 9	<u>4,625,411</u>	<u>4,827,900</u>
Legal disputes (disputed value)	4,831	4,825
Contingent liabilities related to payments from shares in venture capital fund	16,035	18,006
Indemnity related to sale of OTP Bank Romania	53,171	54,255
Other	<u>34</u>	<u>91</u>
Contingent liabilities and commitments total in accordance with IAS 37	<u>74,071</u>	<u>77,177</u>
Total	<u>4,699,482</u>	<u>4,905,077</u>

At the balance sheet date the Bank was involved in various claims and legal proceedings of a nature considered normal to its business. The level of these claims and legal proceedings corresponds to the level of claims and legal proceedings in previous years.

The Bank believes that the various asserted claims and litigations in which it is involved will not materially affect its financial position, future operating results or cash flows, although no assurance can be given with respect to the ultimate outcome of any such claim or litigation. Provision due to legal disputes was HUF 361 million and HUF 283 million as at 31 March 2025 and 31 December 2024, respectively.

NOTE 12: DERIVATIVE FINANCIAL INSTRUMENTS (in HUF mn) [continued]

Fair value of derivative instruments

Positive fair values of derivative instruments designated as hedge accounting relationships are presented separately in the statement of financial position, while positive fair values of derivative instruments classified as held for trading are included in financial assets at fair value through profit or loss. Negative fair values of hedging derivative instruments are presented separately in the statement of financial position, negative fair values of derivatives held for trading are included in the negative fair value of derivative financial instruments classified as held for trading line.

The Bank has the following held for trading derivatives and derivatives designated as hedge accounting:

	31 March 2025			31 December 2024						
	Before netting Assets	Liabilities	Netting	After netting Assets	Liabilities	Netting	After netting Assets	Liabilities		
Held for trading derivative financial instruments										
Interest rate derivatives										
Interest rate swaps	98,747	(85,587)	85,149	13,598	(438)	104,130	(88,266)	89,523	14,607	1,257
Cross currency interest rate swaps	7,206	(6,939)	-	7,206	(6,939)	10,472	(10,558)	-	10,472	(10,558)
OTC options	397	(397)	-	397	(397)	462	(462)	-	462	(462)
Forward rate agreement	234	(226)	234	-	8	219	(172)	219	-	47
Total interest rate derivatives (OTC derivatives)	106,584	(93,149)	85,383	21,201	(7,766)	115,283	(99,458)	89,742	25,541	(9,716)
From this: Interest rate derivatives cleared by NBH	827	-	-	827	-	906	-	-	906	-
Foreign exchange derivatives										
Foreign exchange swaps	24,719	(36,287)	-	24,719	(36,287)	53,620	(48,969)	-	53,620	(48,969)
Foreign exchange forward	9,225	(11,451)	-	9,225	(11,451)	15,736	(8,440)	-	15,736	(8,440)
OTC options	1,526	(2,237)	-	1,526	(2,237)	1,433	(825)	-	1,433	(825)
Foreign exchange spot conversion	269	(154)	-	269	(154)	179	(266)	-	179	(266)
Total foreign exchange derivatives (OTC derivatives)	35,739	(50,129)	-	35,739	(50,129)	70,968	(58,500)	-	70,968	(58,500)

NOTE 12: DERIVATIVE FINANCIAL INSTRUMENTS (in HUF mn) [continued]

Fair value of derivative instruments

The Bank has the following held for trading derivatives and derivatives designated as hedge accounting:

	31 March 2025			31 December 2024							
	Before netting Assets	Liabilities	Netting	After netting Assets	Liabilities	Netting	Before netting Assets	Liabilities	Netting	After netting Assets	Liabilities
Equity stock and index derivatives											
Commodity Swaps	4,162	(4,263)	-	4,162	(4,263)	-	10,475	(10,616)	-	10,475	(10,616)
Equity swaps	-	(1,311)	-	-	(1,311)	-	-	(1,194)	-	-	(1,194)
OTC derivatives	4,162	(5,574)	-	4,162	(5,574)	-	10,475	(11,810)	-	10,475	(11,810)
Exchange traded futures and options	449	(140)	-	449	(140)	-	1,331	(728)	-	1,331	(728)
Total equity stock and index derivatives	4,611	(5,714)	-	4,611	(5,714)	-	11,806	(12,538)	-	11,806	(12,538)
Derivatives held for risk management not designated in hedges											
Interest rate swaps	67,457	(78,509)	31,035	36,422	(47,474)	28,980	71,779	(82,909)	28,980	42,799	(53,929)
Foreign exchange swaps	9,972	(16,621)	-	9,972	(16,621)	-	9,689	(8,675)	-	9,689	(8,675)
Forward	-	(11)	-	-	(11)	-	-	(72)	-	-	(72)
Cross currency interest rate swaps	4,805	(2,677)	-	4,805	(2,677)	-	10,258	(1,069)	-	10,258	(1,069)
Total derivatives held for risk management not designated in hedges	82,234	(97,818)	31,035	51,199	(66,783)	28,980	91,726	(92,725)	28,980	62,746	(63,745)
From this: Total derivatives cleared by NBH held for risk management	27,468	-	-	27,468	-	-	28,788	-	-	28,788	-
Total Held for trading derivative financial instruments	229,168	(246,810)	116,418	112,750	(130,392)	289,783	(263,221)	118,722	171,061	(144,499)	
Derivative financial instruments designated as hedge accounting relationships											
Derivatives designated in cash flow hedges											
Interest rate swaps	-	(7,791)	7,791	(7,791)	-	1	(8,453)	8,453	(8,452)	-	
Total derivatives designated in cash flow hedges	-	(7,791)	7,791	(7,791)	-	1	(8,453)	8,453	(8,452)	-	
Derivatives designated in fair value hedges											
Interest rate swaps	51,472	(17,974)	17,591	33,881	(383)	19,957	53,401	(19,975)	19,957	33,444	(18)
Cross currency interest rate swaps	6,539	(26,543)	-	6,539	(26,543)	-	13,903	(19,420)	-	13,903	(19,420)
Total derivatives designated in fair value microhedges	58,011	(44,517)	17,591	40,420	(26,926)	19,957	67,304	(39,395)	19,957	47,347	(19,438)
Interest rate swaps	2,855	(38)	38	2,817	-	-	4,235	-	-	4,235	-
Total derivatives designated in fair value macrohedges	2,855	(38)	38	2,817	-	-	4,235	-	-	4,235	-
From this: Total derivatives cleared by NBH held for hedging	-	(1,577)	-	-	(1,577)	-	-	(1,764)	-	-	(1,764)
Total derivatives held for risk management (OTC derivatives)	60,866	(52,346)	25,420	35,446	(26,926)	28,410	71,540	(47,848)	28,410	43,130	(19,438)

NOTE 13: INTEREST INCOME AND EXPENSES (in HUF mn)

	Three month period ended 31 March 2025	Three month period ended 31 March 2024	Year ended 31 December 2024
Interest income accounted for using the effective interest rate method from / on			
Loans at amortised cost	101,973	113,262	437,745
FVOCI securities	7,263	8,151	30,311
Securities at amortised cost	40,875	67,623	216,762
Placements with other banks	42,862	45,281	179,241
Financial liabilities	38	62	214
Amounts due from banks and balances with National Bank of Hungary	40,888	45,341	161,598
Repo receivables	<u>5,478</u>	<u>5,080</u>	<u>14,663</u>
Subtotal	<u>239,377</u>	<u>284,800</u>	<u>1,040,534</u>
Income similar to interest income			
Loans mandatorily measured at fair value through profit or loss	17,700	14,457	62,663
Swap and forward deals related to Placements with other banks	108,931	114,683	478,199
Swap and forward deals related to Loans at amortised cost	10,635	19,040	35,034
Swap and forward deals related to FVOCI securities	1,776	3,057	9,714
Investment properties	<u>2</u>	<u>2</u>	<u>9</u>
Subtotal	<u>139,044</u>	<u>151,239</u>	<u>585,619</u>
Interest income total	<u>378,421</u>	<u>436,039</u>	<u>1,626,153</u>
Interest expense due to / from / on			
Amounts due to banks and deposits from the National Bank of Hungary and other banks	131,161	145,671	583,183
Deposits from customers	60,517	102,184	314,695
Leasing liabilities	763	845	3,147
Liabilities from issued securities	23,558	25,285	103,579
Subordinated bonds and loans	9,775	8,288	30,163
Investment properties (depreciation)	37	37	149
Financial assets	-	722	2,139
Repo liabilities	<u>13,235</u>	<u>28,837</u>	<u>70,496</u>
Interest expense total	<u>239,046</u>	<u>311,869</u>	<u>1,107,551</u>