

OTP Western European Equity Fund (EUR)

Introduction (B series)

Name:	OTP Western European Equity Fund (EUR)
Kind, type:	open-ended, public, equity
Name of fund manager:	OTP Fund Management
Start of the fund:	12/29/2021
Benchmark:	90% MSCI EMU LC + 10% ICE BoFA 0-1 Year EUR Gov
ISIN	HU0000729033
Bloomberg	OTWSEEB HB Equity

Portfolio managers



Attila Gajdács
Portfolio manager



Zoltán Halas
Senior portfolio manager



Ágnes Czakó
Senior portfolio manager

Investment policy

The fund provides an investment opportunity to benefit from the performance of the Western European Equity markets. The portfolio manager invests mainly in the European Monetary and Economic Union (primarily France, Germany, The Netherlands, Spain, Italy, Finland, Belgium, Ireland). The targeted average equity exposure is 90%.

Monthly statement

In November, the most significant factor in the European markets was the result of the U.S. presidential election. The election of President Trump fundamentally increases uncertainty around the European economy, as the new administration's expected protectionist measures could disadvantage the highly export-oriented European industry. The domino effect of protective tariffs means that even a tariff imposed solely on China could have a ripple effect on global trade, leading to increased competition for European producers, which could erode their profitability. Significant political changes also occurred on the old continent; the German government became incapable of governing with the dismissal of the finance minister, leading to early elections scheduled for February next year. The French government is also nearing paralysis due to the lack of agreement on the budget. In both countries, the debate revolves around larger budget deficits, with Chancellor Scholz in Germany trying to achieve more government spending, more borrowing, and circumventing overly conservative debt ceiling criteria, while in France, Prime Minister Barnier is trying to achieve deficit reduction with coalition partners. Meanwhile, the Eurozone PMI fell from the previous 50 to 48.1, suggesting increasing pessimism in the economy, and inflation was slightly higher than expected but still following a declining trend. The fund's total equity exposure stands at 90%

Net asset value & price

	Currency	Amount
Net Asset Value*	Ft	11,168,228,404
Price**	EUR	1.023922

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

**Net asset value per unit.

Annualized past performances

Annual returns*	1Y	3Y	5Y	10Y	From launch
Fund	8.77%	n.a	n.a	n.a	0.81%
Benchmark	17.09%	n.a	n.a	n.a	6.21%
Relative return	-8.32%	n.a	n.a	n.a	-5.40%

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

Risk level:



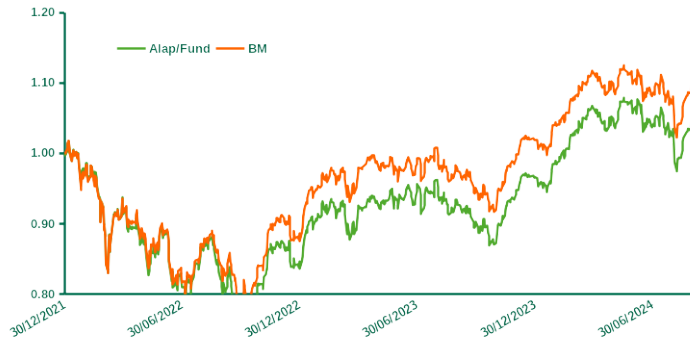
Recommended investment time frame: 5 years

Risk indicators

Risk indicators	1Y	3Y	5Y	10Y	From launch
Deviation	11.56%	n.a	n.a	n.a	16.10%
Tracking error	1.37%	n.a	n.a	n.a	2.36%
Information ratio	-6.07	n.a	n.a	n.a	-2.29
Beta	0.8735	n.a	n.a	n.a	0.7705
Alfa	-7.06%	n.a	n.a	n.a	-5.97%
Max. drawdown	-9.71%	n.a	n.a	n.a	-25.99%

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Performance chart



The chart shows the periode: from launch to last banking day of the month.

Total net risk exposure*

100.09%

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

Currency composition

Currency	Ratio
Euro	96.17%
Swiss Franc	1.74%
Hungarian Forint	1.57%
US Dollar	0.48%
British Pound Sterling	0.03%

Industry composition

Industry	Ratio
Financials	18.36%
Industrials	17.43%
Information Technology	13.61%
Consumer Discretionary	12.26%
Cash	10.65%
Health Care	7.02%
Consumer Staples	5.92%
Utilities	5.12%
Communication Services	3.40%
Other	6.24%

Assets above 10%

None

Country composition

Country	Ratio
France	31.76%
Germany	26.13%
Netherlands	11.48%
Cash	10.65%
Spain	7.25%
Italy	6.24%
Belgium	2.39%
Finland	1.75%
Switzerland	1.74%
Other	0.61%

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Distribution

Distributor	OTP Bank Nyrt.
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Disclaimer

This document is a marketing issue. Past performances don't guarantee future performances. Calculations of past performances, returns, risk indicators, net asset value, price and composition of portfolio are based on the last banking day of the month. Sources of past performances: Bloomberg (benchmark) and OTP Alapkezelő (funds). No information, opinions or data in this document constitute either investment advice or contract proposal. For detailed information on the fund's investment policy and potential investment risks, please see the key information documents, official prospectus, and fund rules available at the fund's distribution place. Expenses related to the marketing of the investment fund (purchasing, holding, selling) are available in the fund rules and at the distribution sites. Website: otpalap.hu