

# Key Information Document

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

**Name of product:** FX Swap

**Name of PRIIP manufacturer:** OTP Bank, Member of OTP Group      **Date of production of the KID:** 8/14/2024

**Website for PRIIP manufacturer:** <http://www.dskbank.bg>      Call +359 2 93 91 304 for more information

**Name of Competent Authority:** The Financial Supervision Commission is responsible for supervising OTP Bank in relation to this Key Information Document.

**You are about to purchase a product that is not simple and may be difficult to understand.**

## What is this product?

**Type**      FX Swap

**Term**      12 months. PRIIP manufacturer is entitled to terminate the PRIIP unilaterally, if you are not complying with initial and variable margin requirements during the term of the product.

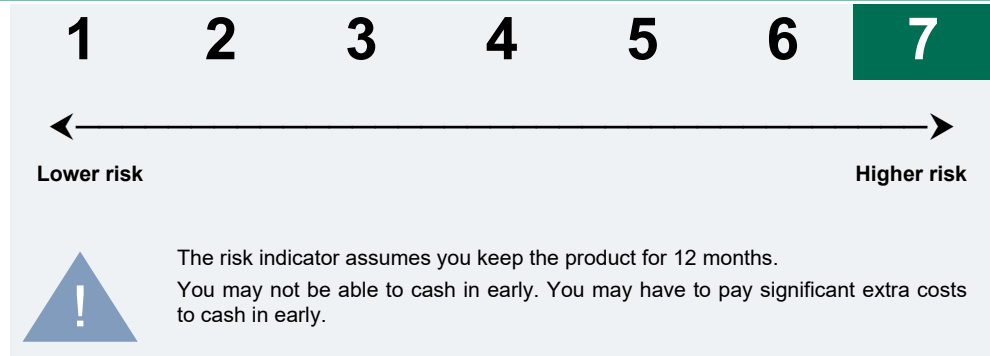
**Objectives**      FX swaps are binding agreements to exchange a pre-agreed amount (notional amount) in one currency to another currency at a future date (near leg value date) and to exchange the notional amount back to the original currency at a later date (far leg value date) at a pre-agreed conversion rate.

Customer buys	EUR	Customer sells	USD
Notional of the first forward	EUR 10,000	Notional of the second forward	EUR 10,000
End date of the first forward	2 days	End date of the second forward	12 months
Strike of the first forward	1.0931	Strike of the second forward	1.1098

**Intended investor**      retailThis product, FX Swap, is aimed at retail clients, who are interested in hedging and who have a very short term investment horizon of less than 1 year. The FX Swap is a product for informed investor with average knowledge of and/or experience with financial products. The investor can bear losses up to a certain range of the invested amount and puts moderate emphasis on capital protection.

## What are the risks and what could I get in return?

**Risk indicator**



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 7 out of 7, which is the highest risk class.

This rates the potential losses from future performance at a very high level, and poor market conditions are very unlikely to impact the capacity of OTP Bank to pay you.

**Be aware of currency risk. You will receive payments in a different currency, so the final return you will get will depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.**

In some circumstances you may be required to make further payments to pay for losses. **The total loss you may incur may significantly exceed the amount invested.**

This product does not include any minimum guaranteed return and you could lose some or all or even more than your investment amount.

## Performance scenarios

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future.

Recommended holding period:		12 months
Example investment:		EUR 10,000**
		If you exit after 12 months
Scenarios		
Minimum	There is no minimum guaranteed return. You could lose some or all or even more than your investment amount.	
Stress	What you might get back after costs	EUR -39,405
	Average return each year	-394.05%
Unfavourable	What you might get back after costs	EUR -2,610
	Average return each year	-26.10%
Moderate	What you might get back after costs	EUR -36
	Average return each year	-0.36%
Favourable	What you might get back after costs	EUR 2,109
	Average return each year	21.09%

The scenarios shown illustrate how your investment could perform. These scenarios are an estimate of future performance based on evidence from the past on how the value of this investment varies and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

The figures shown include all the costs of the product itself, and include the costs of your service provider. The figures do not take into account your personal tax situation, which may also affect how much you get back. The stress scenario shows what you might get back in extreme market circumstances. This product cannot be easily cashed in. If you exit the investment earlier than the recommended holding period you do not have a guarantee.

## What happens if OTP Bank is unable to pay out?

The fulfillment of the Bank's obligation for this product depends on its creditworthiness. You are exposed to the risk that the manufacturer of the product will not be able to fulfill its obligation in relation to it, e. g. in case of insolvency.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

### We have assumed:

- In the first year you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- EUR 10,000 is invested.

	If you exit after 12 months
<b>Total costs</b>	EUR 2
<b>Cost impact (*) (**)</b>	0.02%

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 0.02% before costs and 0.00% after costs.

(\*\*) This illustrates costs in relation to the notional value of the PRIIP.

### Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	The amount you pay in when entering this investment. These costs are already included in the price you pay.	EUR 2
Exit costs	We do not charge an exit fee for this product.	EUR 0
Ongoing costs		
Management fees and other administrative or operating costs	We do not charge management fees and other administrative or operating costs for this product.	EUR 0
Transaction costs	We do not charge transaction costs for this product.	EUR 0
Incidental costs taken under specific conditions		
Performance fees	We do not charge performance fees for this product.	EUR 0

\*\*The calculation is based on the notional of the contract (in this example EUR 10,000).

## How long should I hold it and can I take money out early?

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Recommended holding period: This product is designed to be held to the agreed 12 months date in order to match your investment requirement.

Under extreme market conditions you may not be able to cash in early, and you may have to pay significant extra costs to cash in early. It is a product to be entered into for its term that cannot be easily sold. Early termination may occur if certain events of default or other termination events occur (e.g. you are not fulfilling margin requirements), in which case early termination payments may apply. Early exit impact: If the product is terminated early, in whole or in part, an Early Termination Payment may become payable by either you or OTP Bank. The Early Termination Payment is linked to market parameters and could be a substantial loss or gain to you. Settlement on early termination will be specific to your FX Swap and will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing foreign exchange environment; the movement of the FX Spot Rate since the trade date; the amount affected by the early termination.

The Early Termination Payment amount represents the economic value of what OTP Bank would have paid or received if the product continued as agreed. Depending on market conditions at the time of the early termination, the settlement calculated could result in a substantial amount being due from you to OTP Bank.

## How can I complain?

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A customer can file a complaint regarding the product offered through any of the following channels:

- By mail, sent to the address of the Head Office: 19 Moskovska str. / 5 Benkovski str., Sofia 1036, Bulgaria
- By e-mail, sent to the Bank's Call Center: [call\\_center@dskbank.bg](mailto:call_center@dskbank.bg)
- Through the feedback form on the Bank's website: <https://dskbank.bg/>

A client may submit a complaint to the Financial Supervision Commission as described on its website. Complaints to the Commission can be sent to the address: 16 Budapest Str., 1000 Sofia or to the e-mail: [delovodstvo@fsc.bg](mailto:delovodstvo@fsc.bg).

## Other relevant information

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For more information regarding the products you may contact us:

Department Sales of Treasury Products - +359 2 80 10 862, +359 2 97 66 233

Website: <https://dskbank.bg/>