

# 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:** Interest Rate Swap

**Name of PRIIP manufacturer:** OTP banka dioničko društvo, Member of OTP Group **Date of production of the KID:** 12/3/2024

**Website for PRIIP manufacturer:** Call +385 (0)72 201 746 for more information  
<https://www.otpbanka.hr/hr/globalna-trzista/tim-prodaje-proizvoda-trzista>

**Name of Competent Authority:** HANFA (Croatian Financial Services Supervisory Agency) & HNB (Croatian National Bank) is responsible for supervising OTP banka dioničko društvo in relation to this Key Information Document.

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

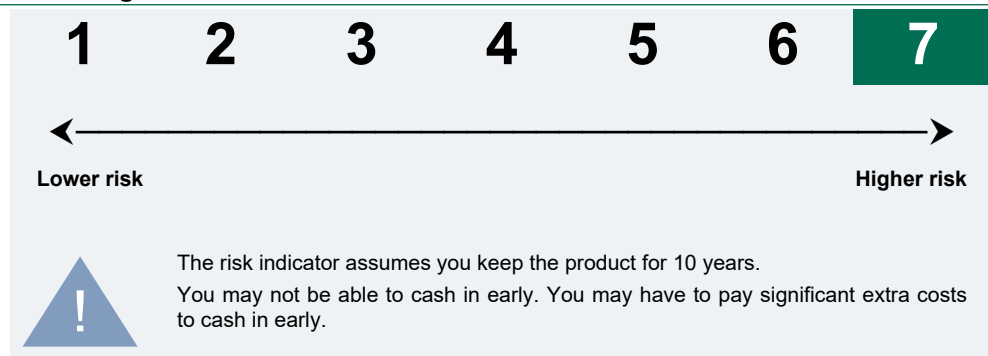
## What is this product?

Type	Interest Rate Swap		
Term	10 years. 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	Interest rate swaps are binding agreements to exchange interest payments based on a pre-agreed amount (notional amount) on future dates (settlement dates) that are defined upon trade conclusion. The interest payments are usually defined as one party paying a fixed interest rate pre-agreed upon conclusion while the other party is paying a floating interest rate.		
	Amortization type	Bullet	
	Notional Amount	EUR 10,000	Currency EUR
	Bank pays	Fixed Rate	Customer pays Floating Rate
	Frequency	Annually	Frequency Annually
	Coupon	3.10%	

Intended investor retail This product, Interest Rate Swap, is aimed at retail clients, who are interested in hedging and who have a long term investment horizon of more than 5 years. The Interest Rate Swap is a product for advanced investor with good knowledge of and/or experience with financial products. The investor can bear losses beyond the invested amount and puts no 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 banka dioničko društvo to pay you.

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.

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## 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:		10 years		
Example investment:		EUR 10,000**		
		If you exit after 1 year	If you exit after 5 years	If you exit after 10 years
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 -521,334	EUR -244,029	EUR -153,865
	Average return each year	-5,213.34%	-487.79%	-153.74%
Unfavourable	What you might get back after costs	EUR -521,334	EUR -244,029	EUR -153,865
	Average return each year	-5,213.34%	-487.79%	-153.74%
Moderate	What you might get back after costs	EUR -179,992	EUR -21,721	EUR -6,136
	Average return each year	-1,799.92%	-43.42%	-9.06%
Favourable	What you might get back after costs	EUR -32,763	EUR 1,978	EUR 1,582
	Average return each year	-327.63%	3.67%	1.48%

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 banka dioničko društvo is unable to pay out?

You are exposed to the risk that the Issuer might be unable to fulfil its obligations in respect of the product, e.g. in the event of insolvency or an administrative order.

The product is not covered by any protection scheme. Thus, when the issuer is unable to pay out, you may not receive any amount from OTP banka d.d. under the product.

## 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 1 year	If you exit after 5 years	If you exit after 10 years
<b>Total costs</b>	EUR 47	EUR 47	EUR 47
<b>Annual cost impact (*) (**)</b>	0.47%	0.09% each year	0.04% each year

(\*) 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 -7.21% before costs and -7.24% 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 47
Exit costs	We do not charge an exit fee for this product.	EUR 0
Ongoing costs		

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

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

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

Recommended holding period: This product is designed to be held to the agreed 10 years 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 banka dioničko društvo. 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 Interest Rate Swap and will be influenced by a number of factors which include but are not limited to: whether it is an increasing or decreasing interest rate environment; the movement of the interest rates since the trade date; the amount affected by the early termination.

The Early Termination Payment amount represents the economic value of what OTP banka dioničko društvo 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 banka dioničko društvo.

### How can I complain?

1. By sending complaint by post to the address: OTP banka d.d., Domovinskog rata 61, 21000 Split
2. By sending an email to: Treasury\_Sales@otpbanka.hr

### Other relevant information

By calling Markets department on phone number 072 201 746 / 072 204 620 or by visiting website: <https://www.otpbanka.hr/hr/globalna-trzista/tim-prodaje-proizvoda-trzista>.