

Distributor commissions of Hungarian State Treasury from government securities distribution

The quarterly rate of the basic commission is 0.025% (annualized 0.1%) based on the average client stock of retail government securities for the previous entire calendar year, in the event that the following are met together:

- a) the average Residential Government Securities stock for the current quarter managed by the distributor exceeds or equals the average Residential Government Securities stock for the quarter immediately preceding the current quarter;
and
- b) the average Residential Government Paper Stock of the current quarter managed by the distributor exceeds or equals the average Residential Government Paper Stock of the calendar year immediately preceding the current quarter;
and
- c) the distributor's average (rounded to the whole) number of customers for the quarter in question exceeds or equals the average (rounded to the whole) number of customers in the quarter immediately preceding the quarter in question.

The quarterly rate of the base commission is 0.0125% (annualized 0.05%) based on the average customer stock of retail government securities of the previous entire calendar year, in the event that the conditions set out in points a), b) and c) above are not met together.

The distributor may be entitled to a bonus commission in addition to the basic commission, if all of the following are met:

- a) the average Residential Government Securities stock for the current quarter managed by the distributor increases by at least 1.00% compared to the average Residential Government Securities stock of the immediately preceding quarter;
and
- b) the distributor's average (rounded up) number of customers for the quarter in question increases by at least 1.00% compared to the average (rounded up) number of customers in the immediately preceding quarter.

The rate of the bonus commission is 0.8%, based on the difference between the average holdings of Residential Government Securities in the current and previous quarters.

Effective from: 8th January 2024.

Hungarian State Treasury