Execution policy of the investment services performed by the Hungarian State Treasury

1. General rules

The Hungarian State Treasury (hereinafter referred to as: Distributor) lays down in the following Execution Policy the rules of execution facilitating the fulfillment of the principle of most favorable execution as regulated in Act CXXXVIII of 2007 on Investment Firms and Commodity Dealers, and on the Regulations Governing their Activities (hereinafter referred to as: ISA), in compliance with the provisions of the ISA.

The Distributor expressly draws the attention of all its clients that it may provide exclusively the investment and ancillary services as indicated in the Act CXCV of 2011 on Public Finances (hereinafter referred to as: Public Finance Act), only in the scope of the Public Finance Act and only as regards the debt securities issued by the state, , and that the ISA 62 and 63 of the Rules of Procedure, with due regard to Section ISA (3) (4) - are not applicable, while the Treasury, in the execution of the orders, shall be taken into account.

2. Venue of execution

The Distributor shall conclude such a transaction with its client in which both parties act directly as seller or buyer, and the Distributor executes these transactions within the framework of proprietary trading, outside the stock exchange/regulated market, from its own account. The Distributor shall execute the client's orders and, managing of a statement of subscription in the issue procedure, it shall credit the security affected by the order to the client's security registration account.

In accordance with the above, the Distributor operates the following venues of execution:

Name	Type of venue of execution	Transaction
Hungarian State Treasury's own account	proprietary trading	sales contract
Securities registration account number	staggered issuance	purchase contract

The Distributor will not accept or fulfill transactions or orders which are realized at a stock exchange, multilateral trading facility or at other non-regulated market participants.

3. Selection of venues of execution

Within the framework of investment services or ancillary service activities, the Distributor shall not be entitled to execute transactions at venues of execution other than those specified above. Within this context, the Distributor calls the client's attention to the fact that it cannot execute orders at venues of execution other than those specified above even on the client's definite instructions, thus the Distributor is entitled and obliged to refuse such orders of the client.

4. Execution on terms most favorable to the client, execution policy

Considering its limited venues of execution and the fact that the Distributor acts exclusively in compliance with the below, definite orders of the client while providing its investment and ancillary services, the Distributor does not apply an express execution policy. The client's instructions shall cover the following aspects:

- the exact name of the financial instrument subject to the order (for securities: name, series, face value)
- the price of the financial instrument subject to the order (net price)
- the volume of the order
- the time limit for the execution of the order
- the nature of the order

The Distributor shall execute the orders given by the clients as well as any transactions concluded in the order of receipt of such orders/transactions, as such order is registered at the Distributor.

During the execution of the client's orders, Distributor takes into account all expenses borne by the client upon determining the most favorable option.

The Distributor shall not aggregate orders of clients.

5. Other provisions

The Distributor will review its execution policy on an annual basis.

Effective from: 15th January 2025. **Hungarian State Treasury**