



RESOLUTION  
FUND

ANNUAL REPORT  
2016

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## Független könyvvizsgálói jelentés

### A Szanalási Alap Igazgatótanácsa részére

#### Vélemény

Elvégeztük a Szanalási Alap 2016. évi éves beszámolójának könyvvizsgálatát, amely éves beszámoló a 2016. december 31-i fordulónapra készített mérlegből - melyben az eszközök és források egyező végösszege 85 703 510 ezer Ft, az adózott eredmény 8 038 487 ezer Ft nyereség -, és az ugyanezen időponttal végződő üzleti évre vonatkozó eredménykimutatásból, valamint a számviteli politika jelentős elemeinek összefoglalását is tartalmazó kiegészítő mellékletből áll.

Véleményünk szerint a mellékelt éves beszámoló megbízható és valós képet ad az Alap 2016. december 31-én fennálló vagyoni és pénzügyi helyzetéről, valamint az ezen időponttal végződő üzleti évre vonatkozó jövedelmi helyzetéről a Magyarországon hatályos, a számvitelről szóló 2000. évi C. törvénnyel összhangban (a továbbiakban: „számviteli törvény”).

#### A vélemény alapja

Könyvvizsgálatunkat a Magyar Nemzeti Könyvvizsgálói Standardokkal összhangban és a könyvvizsgálatra vonatkozó - Magyarországon hatályos - törvények és egyéb jogszabályok alapján hajtottuk végre. Ezen standardok értelmében fennálló felelősségünk bővebb leírását jelentésünk „A könyvvizsgáló éves beszámoló könyvvizsgálataért való felelőssége” szakasza tartalmazza.

Az éves beszámoló általunk végzett könyvvizsgálatára vonatkozó, Magyarországon hatályos etikai követelményeknek megfelelően, függetlenek vagyunk az Alaptól, és ugyanezen etikai követelményekkel összhangban eleget tettünk egyéb etikai felelősségeinknek is.

Meggyőződésünk, hogy az általunk megszerzett könyvvizsgálói bizonyíték elegendő és megfelelő alapot nyújt véleményünkhöz.

#### Egyéb információk: Az üzleti jelentés

Az egyéb információk a Szanalási Alap 2016. évi üzleti jelentéséből állnak. A vezetés felelős az üzleti jelentésnek a számviteli törvény, illetve egyéb más jogszabály vonatkozó előírásaival összhangban történő elkészítéséért. A jelentésünk „Vélemény” szakaszában az éves beszámolóra adott véleményünk nem vonatkozik az üzleti jelentésre.

Az éves beszámoló általunk végzett könyvvizsgálatával kapcsolatban a mi felelősségünk az üzleti jelentés átolvasása és ennek során annak mérlegelése, hogy az üzleti jelentés lényegesen ellentmond-e az éves beszámolóhoz vagy a könyvvizsgálat során szerzett ismereteinknek, vagy egyébként úgy tűnik-e, hogy az lényeges hibás állítást tartalmaz.

Az üzleti jelentéssel kapcsolatban, a számviteli törvény alapján a mi felelősségünk továbbá az üzleti jelentés átolvasása során annak a megítélése, hogy az üzleti jelentés a számviteli törvény, illetve, ha van, egyéb más jogszabály vonatkozó előírásaival összhangban készült-e.

E felelősségünk teljesítése során az üzleti jelentéssel kapcsolatos véleményünk kialakításánál a befektető-védelmi alap éves beszámoló készítési és könyvvezetési kötelezettségének sajátosságairól szóló 214/2000 kormányrendelet, mint az üzleti jelentésre vonatkozó további követelményeket előíró egyéb más jogszabályt vettük figyelembe.

Véleményünk szerint az Alap 2016. évi üzleti jelentése összhangban van az Alap 2016. évi éves beszámolójával. Az üzleti jelentés a számviteli törvény, valamint a befektető-védelmi alap éves beszámoló készítési és könyvvezetési kötelezettségének sajátosságairól szóló 214/2000 kormányrendelet előírásaival összhangban készült.

A fentiekben túl az Alapról és annak környezetéről megszerzett ismereteink alapján jelentést kell tennünk arról, hogy a tudomásunkra jutott-e bármely lényegesnek tekinthető hibás közlés (lényeges hibás állítás) az üzleti jelentésben, és ha igen, akkor a szóban forgó hibás közlés (hibás állítás) milyen jellegű. Ebben a tekintetben nincs jelenteni valónk.

#### A vezetés felelőssége az éves beszámolóért

A vezetés felelős az éves beszámolóhoz a számviteli törvénnyel összhangban történő és a valós bemutatás követelményének megfelelő elkészítéséért, valamint az olyan belső kontrollért, amelyet a vezetés szükségesnek tart ahhoz, hogy lehetővé váljon az akár csalásból, akár hibából eredő lényeges hibás állítástól mentes éves beszámoló elkészítése.

Az éves beszámoló elkészítése során a vezetés felelős azért, hogy felmérje az Alapnak a vállalkozás folytatására való képességét és az adott helyzetnek megfelelően közzétegye a vállalkozás folytatásával kapcsolatos információkat, valamint a vezetés felel a vállalkozás folytatásának elvén alapuló számviteli éves beszámolóban való alkalmazásáért, azt az esetet kivéve, ha a vezetésnek szándékában áll megszüntetni az Alapot vagy beszüntetni az üzletszerű tevékenységet, vagy amikor ezen kívül nem áll előtte más reális lehetőség.

#### A könyvvizsgáló éves beszámoló könyvvizsgálataért való felelőssége

A könyvvizsgálat során célunk kellő bizonyosságot szerezni arról, hogy az éves beszámoló egésze nem tartalmaz akár csalásból, akár hibából eredő lényeges hibás állítást, valamint az, hogy ennek alapján a véleményünket tartalmazó független könyvvizsgálói jelentést bocsássunk ki. A kellő bizonyosság magas fokú bizonyosság, de nem garancia arra, hogy a Magyar Nemzeti Könyvvizsgálói Standardokkal összhangban elvégzett könyvvizsgálat mindig feltárja az egyébként létező lényeges hibás állítást. A hibás állítások eredhetnek csalásból vagy hibából, és lényegesnek minősülnek, ha ésszerű lehet az a várakozás, hogy ezek önmagukban vagy együttesen befolyásolhatják a felhasználók adott éves beszámoló alapján meghozott gazdasági döntéseit.

Egy, a Magyar Nemzeti Könyvvizsgálati Standardokkal összhangban elvégzésre kerülő könyvvizsgálatnak a részeként szakmai megítélést alkalmazunk, és szakmai szkepticizmust tartunk fenn a könyvvizsgálat egésze során. Emellett:

- Azonosítjuk és felbecsüljük az éves beszámoló akár csalásból, akár hibából eredő lényeges hibás állításainak kockázatait, az ezen kockázatok kezelésére alkalmas könyvvizsgálati eljárásokat alakítunk ki és hajtunk végre, valamint véleményünk megalapozásához elegendő és megfelelő könyvvizsgálati bizonyítékokat szerzünk. A csalásból eredő lényeges hibás állítás fel nem tárásának kockázata nagyobb, mint a hibából eredő, mivel a csalás magában foglalhat összejátszást, hamisítást, szándékos kihagyásokat, téves nyilatkozatokat, vagy a belső kontroll felülírását.
- Megismerjük a könyvvizsgálat szempontjából releváns belső kontrollt annak érdekében, hogy olyan könyvvizsgálati eljárásokat tervezzünk meg, amelyek az adott körülmények között megfelelőek, de nem azért, hogy az Alap belső kontrolljának hatékonyságára vonatkozóan véleményt nyilvánítsunk.
- Értékeljük a vezetés által alkalmazott számviteli politika megfelelőségét és a vezetés által készített számviteli becslések és kapcsolódó közzétételek ésszerűségét.
- Következtetést vonunk le arról, hogy helyénvaló-e a vezetés részéről a vállalkozás folytatásának elvén alapuló számvitel alkalmazása, valamint a megszerzett könyvvizsgálati bizonyíték alapján arról, hogy fennáll-e lényeges bizonytalanság olyan eseményekkel vagy feltételekkel kapcsolatban, amelyek jelentős kétséget vethetnek fel az Alap vállalkozás folytatására való képességét illetően. Amennyiben azt a következtetést vonjuk le, hogy lényeges bizonytalanság áll fenn, független könyvvizsgálói jelentésünkben fel kell hívunk a figyelmet az éves beszámolóban lévő kapcsolódó közzétételekre, vagy ha a közzétételek e tekintetben nem megfelelőek, minősítenünk kell véleményünket. Következtéseink a független könyvvizsgálói jelentésünk dátumáig megszerzett könyvvizsgálati bizonyítékon alapulnak. Jövőbeli események vagy feltételek azonban okozhatják azt, hogy az Alap nem tudja a vállalkozást folytatni.
- Értékeljük az éves beszámoló átfogó prezentálását, felépítését és tartalmát, beleértve a kiegészítő mellékletben tett közzétételeket, valamint értékeljük azt is, hogy az éves beszámolóban teljesül-e az alapul szolgáló ügyletek és események valós bemutatása.

Kommunikáljuk az irányítással megbízott személyek felé - egyéb kérdések mellett - a könyvvizsgálat tervezett hatókörét és ütemezését, a könyvvizsgálat jelentős megállapításait, beleértve az Alap által alkalmazott belső kontrollnak a könyvvizsgálatunk során általunk azonosított jelentős hiányosságait is.

Budapest, 2017. május 07.

Csirmaz Gabor  
Céggazdó

BDO Magyarország Könyvvizsgáló Kft  
1103 Budapest Kőér utca 2/A  
Nyilvántartási szám: 002387



Jasper Zsuzsanna  
Kamarai tag könyvvizsgáló  
Tagszám: 001288

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## THE ANNUAL FINANCIAL REPORT OF THE RESOLUTION FUND AS OF 31 DECEMBER 2016

STATISTICAL CODE: 18618389-6619-919-01

Figures are in HUF thousand

RESOLUTION FUND						
BALANCE SHEET VERSION ,A' ASSETS						
No.	Description / in thousand HUF	Base year 31.12.2015.	Effect of the audit	Subject year 31.12.2016.		
<b>1</b>	<b>A</b>	<b>FIXED ASSETS</b>		<b>91,519,046</b>	<b>0</b>	<b>61,924,867</b>
<b>2</b>	<b>I.</b>	<b>INTANGIBLE ASSETS</b>		<b>0</b>	<b>0</b>	<b>0</b>
3	I.1	Capitalised value of owners' contribution/restructuring				0
4	I.2	Rights of property value				0
5	I.3	Intellectual property rights				0
6	I.4	Advances and prepayments for intangible assets				0
7	I.5	Revaluation of intangible assets				0
<b>8</b>	<b>II.</b>	<b>TANGIBLE ASSETS</b>		<b>0</b>	<b>0</b>	<b>0</b>
9	II.1	Real estate and related property rights				0
10	II.2	Machinery, equipment and vehicles				0
11	II.3	Assets under construction				0
12	II.4	Advances and prepayments for assets under construction				0
13	II.5	Revaluation of tangible assets				0
14	III.	FINANCIAL INVESTMENTS		91,519,046		61,924,867
<b>15</b>	<b>B</b>	<b>CURRENT ASSETS</b>		<b>15,605,576</b>	<b>0</b>	<b>23,390,392</b>
16	I	STOCKS		0	0	0
17	I.1	Raw materials				0
18	I.2	Commercial goods				0
19	I.3	Mediated services				0
20	I.4	Advances and prepayments for stocks				0
<b>21</b>	<b>II.</b>	<b>RECEIVABLES</b>		<b>7,404,901</b>	<b>0</b>	<b>7,490,079</b>
22	II.1	Receivables from member institutions		7,404,901	0	7,490,079
23	II.1.a	Receivables from fees		146,600		50
24	II.1.b	Receivables from loans		7,258,301		7,490,029
25	II.1.c	Other receivables from member institutions		0		0
26	II.2	Other receivables		0		0
<b>27</b>	<b>III.</b>	<b>SECURITIES</b>		<b>3,568,505</b>	<b>0</b>	<b>13,958,143</b>
28	III.1	Government securities		3,568,505		13,958,143
29	III.2	Other securities		0		0
<b>30</b>	<b>IV.</b>	<b>LIQUID ASSETS</b>		<b>4,632,170</b>	<b>0</b>	<b>1,942,170</b>
31	IV.1	Cash and cheques		0		0
32	IV.2	Bank deposits		4,632,170		1,942,170
<b>33</b>	<b>C</b>	<b>PREPAYMENTS AND ACCRUED INCOME</b>		<b>190,820</b>		<b>388,251</b>
<b>34</b>		<b>TOTAL ASSETS</b>		<b>107,315,442</b>	<b>0</b>	<b>85,703,510</b>

## THE ANNUAL FINANCIAL REPORT OF THE RESOLUTION FUND FOR 2016

THE ANNUAL FINANCIAL REPORT OF THE RESOLUTION FUND AS OF  
31 DECEMBER 2016

STATISTICAL CODE: 18618389-6619-919-01

Figures are in HUF thousand

RESOLUTION FUND				
BALANCE SHEET VERSION ,A' LIABILITIES				
No.	Description / in thousand HUF	Base year 31.12.2015.	Effect of the audit	Base year 31.12.2016.
<b>35</b>	<b>D. EQUITY</b>	<b>9,247,524</b>	<b>0</b>	<b>17,289,063</b>
36	I. REGISTERED CAPITAL	425,972		429,024
37	II. CAPITAL SURPLUS	1,961,146		8,821,552
38	III. REVALUATION RESERVE	0		0
39	IV. PROFIT/LOSS OF THE CURRENT YEAR	6,860,406		8,038,487
40	E. PROVISIONS	0		0
<b>41</b>	<b>F. LIABILITIES</b>	<b>97,809,348</b>	<b>0</b>	<b>68,213,910</b>
42	I. LONG-TERM LIABILITIES	87,983,755		60,630,093
43	I.1 Liabilities towards the state	0		0
44	I.2 Liabilities from bond issuance	0		0
45	I.3 Other long-term liabilities	87,983,755		60,630,093
46	II. SHORT-TERM LIABILITIES	9,825,593		7,583,817
47	II.1 Liabilities from resolution related activities	0		0
<b>48</b>	<b>II.1.a) Liabilities from the redemption of assumed guarantee</b>	<b>0</b>		<b>0</b>
49	II.1.b) Liabilities from compensation to be paid	0		0
50	II.1.c) Other liabilities from resolution related expenditures	0		0
51	II.2 Liabilities towards member institutions	0		0
52	II.3 Short-term loans	9,775,973		7,578,762
53	II.4 Other short-term liabilities	49,620		5,055
<b>54</b>	<b>G. ACCRUALS AND DEFERRED INCOME</b>	<b>258,570</b>		<b>200,537</b>
<b>55</b>	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>107,315,442</b>	<b>0</b>	<b>85,703,510</b>

THE ANNUAL FINANCIAL REPORT OF THE RESOLUTION FUND FOR  
THE BUSINESS YEAR STARTING ON 1 JANUARY 2016 AND ENDING ON 31  
DECEMBER 2016

STATISTICAL CODE: 18618389-6619-919-01

Figures are in HUF thousand

RESOLUTION FUND				
PROFIT AND LOSS STATEMENT (TOTAL-COST METHOD) VERSION ,A'				
No.	Description / in thousand HUF	Base year 31.12.2015.	Effect of the audit	Base year 31.12.2016.
<b>1</b>	<b>I. Income from activities related to resolution</b>	<b>7,290,255</b>		<b>7,396,686</b>
<b>2</b>	<b>II. Other income</b>	<b>285</b>		<b>666,572</b>
3	III. Income from financial transactions	439,693		3,586,897
4	IV. Extraordinary income	0		0
5	V. Expenditures on resolution related activities	211		0
6	VI. Other expenditures	256,025		3,368,113
7	VII. Expenditures on financial transactions	579,053		206,339
<b>8</b>	<b>VIII. Extraordinary expenditures</b>	<b>34,538</b>		<b>37,216</b>
9	01 Material expenditures	0		0
10	02 Payroll and related expenditures	613,591	0	243,555
11	03 Depreciation	6,860,406	0	8,038,487
<b>12</b>	<b>IX. Operating costs (01+02+03)</b>	<b>7,290,255</b>		<b>7,396,686</b>
<b>13</b>	<b>A. PROFIT/LOSS OF THE CURRENT YEAR (I+II+III+IV+V-VI-VII-VIII-IX)</b>	<b>285</b>		<b>666,572</b>

Signed in Budapest on 7 May 2017

.....  
Ágnes Hornung  
Chairman of the Board of Directors of the Resolution Fund

RESOLUTION FUND								
Cash flow Statement								
Description HUF thousand		Base year 30.12.2015.	Effect of the audit	Subject year 31.12.2016	HUF thou- sand	Change %	Composi- tion in the subject year	
1	Profit/loss of the current year	±	6,860,406	8,038,487	1,178,081	17.17%	-298.83%	
2	Accounted depreciation	+	0	0	0	0.00%	0.00%	
3	Accounted impairment and reverse impairment	±			0	0.00%	0.00%	
4	Difference between the formed and used provisions	±	0	0	0	0.00%	0.00%	
5	Profit from the sale of fixed assets	±			0	0.00%	0.00%	
6	Change in trade accounts payable	±	24,882	-35,385	-60,267	-242.21%	1.32%	
7	Change in other short-term liabilities	±	-729	-9,180	-8,451	-1,159.26%	0.34%	
8	Change in accruals and deferred income	±	258,163	-58,033	-316,196	-122.48%	2.16%	
9	Change in receivables from member institutions	±	-146,600	146,550	293,150	199.97%	-5.45%	
10	Change in current assets (not including trade accounts receivable and liquid assets)	±	3,568,505	-10,389,638	-6,821,133	-191.15%	386.23%	
11	Change in prepayments and accrued income	±	-188,822	-197,431	-8,609	-4.56%	7.34%	
<b>I.</b>	<b>TOTAL OPERATING CASH FLOW</b>		<b>3,238,795</b>	<b>0</b>	<b>-2,504,630</b>	<b>-5,743,426</b>	<b>-177.33%</b>	<b>93.11%</b>
12	Purchase or fixed assets	-	-91,519,046		91,519,046	100.00%	0.00%	
13	Sale of fixed assets	+	0	0	0	0.00%	0.00%	
<b>II.</b>	<b>TOTAL INVESTMENT CASH FLOW</b>		<b>-91,519,046</b>	<b>0</b>	<b>91,519,046</b>	<b>100.00%</b>	<b>0.00%</b>	

14	Receivables from accession fees (other capital income)		0	3,052	3,052	0.00%	-0.11%
15	Income from share issuance (other capital, income)	+	0	0	0	0.00%	0.00%
16	Income from the issuance of bonds and credit securities	+			0	0.00%	
17	Taking out credits and loans	+	97,759,728		-97,759,728	-100.00%	0.00%
18	Termination/redemption of long-term loans, bank deposits	+		29,954,179	29,954,179	0.00%	-1,100.16%
19	Liquid assets received for good	-			0	0.00%	0.00%
20	Share withdrawal (other capital decrease)	-			0	0.00%	0.00%
21	Repayment of bonds and credit securities	-			0	0.00%	
22	Continuous and final repayment of credits and loans	-		-29,550,873	-29,550,873	0.00%	1,098.55%
23	Long-term loans and bank deposits	-	-7,258,301	-231,728	7,026,573	96.81%	8.61%
24	Liquid assets transferred for goods	-			0	0.00%	0.00%
25	Change in liabilities towards founders/in other long-term liabilities	+			0	0.00%	0.00%
<b>III.</b>	<b>TOTAL FINANCIAL CASH FLOW</b>		<b>90,501,427</b>	<b>-185,370</b>	<b>-90,689,849</b>	<b>-100.21%</b>	<b>6.89%</b>
<b>IV.</b>	<b>CHANGE IN LIQUID ASSETS</b>		<b>2,221,176</b>	<b>-2,690,000</b>	<b>-4,914,229</b>	<b>-221.24%</b>	<b>100.00%</b>



# RESOLUTION FUND ANNUAL REPORT 2016

## SUPPLEMENTARY ANNEX

# 1. GENERAL

## 1.1. INTRODUCTION OF THE RESOLUTION FUNDA

<b>Name of the institution:</b>	<b>Szanálási Alap (Resolution Fund) (hereinafter: the Fund)</b>
<b>Seat:</b>	<b>1027 Budapest Csalogány u. 9-11. <a href="http://www.szanalasialap.hu">www.szanalasialap.hu</a></b>
<b>Method of foundation:</b>	by operation of law (Act XXXVII of 2014 on the Further Development of the System of Institutions Strengthening the Security of Certain Participants of the Financial Intermediary System) (hereinafter: the "Resolution Act")
<b>Date of foundation:</b>	21 July 2014
<b>Form of organisation:</b>	919 Other fund
<b>Statistical code:</b>	18618389-6619-919-01
<b>Tax ID:</b>	18618389-2-41
<b>Account holding bank of the Fund:</b>	Central Bank of Hungary (hereinafter: "MNB")
<b>Custodian bank of the Fund:</b>	(since 3 February 2015) KELER Központi Értéktár Zrt. (KELER Central Clearing House and Depository Ltd.) (hereinafter: "KELER")
<b>Asset manager of the Fund:</b>	Államadósság Kezelő Központ (Government Debt Management Agency) (hereinafter: „ÁKK")
<b>Chairman of the Board of Directors:</b>	Hornung Ágnes, Secretary of State of the Ministry for National Economy, 1119 Budapest, Ormai udvar 117
<b>Members of the Board of Directors:</b>	Dr. László Windisch, deputy-governor of MNB, Dr. Ádám Balog, deputy-governor of MNB, until 5 November 2016, Krisztina Láhms. Földényi, director of the Resolution Directorate of MNB (since 16 November 2016), Dr. András Fekete-Győr, Managing Director of the National Deposit Insurance Fund of Hungary (NDIF)
<b>Auditor of the Fund:</b>	BDO Magyarország Könyvvizsgáló Kft. Licence No.: 002387
<b>Name of the person performing the audit:</b>	Zsuzsanna Jasper, auditor, member of the Hungarian Chamber of Auditors Licence No.: 001288
<b>Accountant:</b>	Ilona Erdős (Mrs. Mihályi), chief accountant of NDIF Licence number: 121985
<b>Place of preparation of the report:</b>	The seat of the Fund: 1027 Budapest Csalogány u. 9-11. 6th floor



## 1.2. ESTABLISHMENT AND FISCAL OBLIGATIONS OF THE FUND

The Fund was established on the basis of the power of the law, simultaneously with the entry into force with the Resolution Act.

Pursuant to Section 16 of Annex 5 to Act LXXXI of 1990 on Corporate Income Tax and Dividend Tax, Section 3(5) of Act C of 1990 on Local Taxes, and Section 5(r) of Act XCIII of 1990 on Duties, the Fund shall be exempt from the payment of corporate tax, local tax, and duties.

The registered capital of the Fund is the combined amount of the accession fees paid by its member institutions.

## 1.3. MEMBER INSTITUTIONS OF THE FUND

As of 31 December 2016 the Fund had 103 member institutions, including 28 banks, 8 specialised credit institutions, 52 cooperative credit institutions and 15 investment firms. The names of the Fund's member institutions and the membership fees paid by the members until 31 December 2016 are contained in Annex 1.

The number of the member institutions of the Fund decreased between the cut-off date of the balance sheet and the date of balance sheet preparation (28 February 2017): the operating licence of 1 member institution was terminated as a result of a merger.

## 1.4. THE FUND'S ACTIVITIES AND TASKS

The tasks of the Fund are determined by the Act on Resolution, by Government Decree 214/2000. (XII. 11.) (hereinafter: the Government Decree) and the regulations of the Fund.

The mission of the Fund is to cover the financing needs directly linked to resolution, as specified in the Resolution Act, using the payments made by its member institutions.

Accordingly, the assets of the Fund can be used for the following purposes:

- a) to guarantee the assets and liabilities of the institution (or the subsidiaries of the institution) being resolved, the bridge institution or the asset management vehicle;
- b) to provide loans to the institution (or the subsidiaries of the institution) being resolved, the bridge institution or the asset management vehicle;
- c) to purchase the assets of the institution being under resolution;
- d) to provide capital contribution to the bridge institution or the asset management vehicle;
- e) to provide contribution to the institution being under resolution for the purpose specified by law;
- f) to compensate NDIF pursuant to Section 143(5) of the Resolution Act;
- g) to pay compensation to owners or creditors pursuant to Section 98 of the Resolution Act;
- h) to ensure fiscal neutrality as per Section 128 of the Resolution Act;

- i) to arrange for any combination of the measures listed in above in items a) to h);
- j) to cover the costs directly related to the operation of the Fund

When using the sale of business tool the Fund can be used for measures listed in the above items a) to d) in connection with the recipient of the assets too.

## 1.5. THE GOVERNING BODY AND SUPERVISION OF THE FUND

### 1.5.1. THE BOARD OF DIRECTORS

Pursuant to Section 132(1) of the Resolution Act, the Fund is managed by a board of directors (hereinafter: the "Board") comprising of four members, who are as follows:

Members:

- one individual designated by the Minister in charge of the regulation of the money, capital and insurance market, who shall serve as the Chairman of the Board
- two individuals designated by the Governor of MNB, one of whom is the Vice Governor of MNB supervising the task specified in Section 4(8) of the Act on MNB, while the other is the Vice Governor of MNB supervising the task specified in Section 4(9) of the Act on MNB, or other senior officials performing these tasks, and
- the Managing Director of NDIF.

### 1.5.2. SUPERVISION OF THE FUND

The financial and accounting supervision of the Fund shall be performed by the State Audit Office of Hungary.

# 2. THE MAJOR CHARACTERISTIC FEATURES OF THE ACCOUNTING POLICY OF THE FUND

## 2.1. THE LEGAL BASIS OF BOOK-KEEPING

The Fund shall keep its books in accordance with Act C of 2000 on Accounting (hereinafter: the "Accounting Act") and the Government Decree.

## 2.2. DECISIONS RELATED TO THE REPORTING OBLIGATIONS

The Fund has developed its accounting policy determining the methods and tools for compliance with the Accounting Act on the basis of the principles and valuation requirements specified in the Accounting Act, and with consideration to its specific features and conditions.

In connection with the reporting obligation the accounting policy gives preference to reports showing the actual assets, finances and income conditions. In compliance with the purpose of the Accounting Act, it requires information supply for the provision of a reliable and authentic picture, and specifies the underlying principles, rules

and requirements.

Pursuant to the Accounting Act, the Fund belongs to the group of 'other organisations' the special book-keeping and annual reporting obligations of which are specified by the Accounting Act and the Government Decree.

- a) Form of reporting:  
Report prepared by the Fund in accordance with the values specified in the Accounting Act: Annual report (hereinafter: the Report), the structure of which complies with the provisions of the Government Decree
- b) Dates related to reporting:  
The balance sheet date shall be December 31; the business year is identical to the calendar year.
- c) Preparation of the report, person authorised to sign the report:  
Language of the Report: Hungarian  
Person authorised to sign the Report: Chairman of the Board
- d) Method of book-keeping:  
The Fund uses double entry book-keeping of the assets managed, used or owned by the Fund, of related liabilities and business transactions to ensure that changes in assets and liabilities are presented authentically, continuously, transparently and in a closed system.  
Pursuant to the Accounting Act, the Report must also indicate those business events that pertain to the subject year, but become known after the balance sheet date, but before the date of preparation of the balance sheet. Such events include events that are related to the subject year, change the value of assets and liabilities as of December 31, and that the Fund becomes aware of before the compilation of the annual report. The profit and loss statement of the Fund shall be prepared with a content specified in the Government Decree (profit and loss statement using the total-cost method). Accounting is carried out according to the structure of the chart of accounts for operating costs (account group 5), expenditures (account group 8) and revenues (account group 9).
- e) Compliance with the accounting principles:  
During the preparation of the Report the following accounting principles shall be observed: principle of going concern, principle of full disclosure, principle of authenticity, principle of consistency, principle of continuity, principle of matching, principle of prudence, principle of gross accounting, principle of discrete valuation, principle of accrual/deferral, principle of substance over form, principle of materiality, principle of cost-benefit.
- f) Approval of the Report:  
The Board of the Fund shall approve the Report and the auditor's report no later than May 30 of the year following the subject year, and shall submit them to the State Audit Office of Hungary.
- g) Comparability:  
The Fund was established in 21 July 2014. The items included in the 2016 annual report are comparable to the data of the financial statements prepared for 2015.

## 2.3. ASPECTS OF THE CLASSIFICATION OF ASSETS AND LIABILITIES

- 1) Aspects of the classification of assets  
In compliance with the provisions of the Accounting Act, in the balance sheet of the Fund assets that serve the activities of the Fund for a period exceeding one year, are presented as fixed assets, while assets that serve the activities of the Fund for a period of less than a year (including government securities held for trading) are accounted as current assets.  
Assets are classified individually when they are put into use, and the classification is reviewed during the preparation of the balance sheet.
- 2) Aspects of the classification of liabilities:  
Pursuant to the provisions of the Accounting Act and the Government Decree, own liabilities of the Fund comprise of amounts derived from the profit/loss of the current year, while external liabilities comprise of the amounts of funds, services or other liabilities received from external organisations (credit institutions) with maturity dates over or within one year.

### 2.3.1. VALUATION OF ASSETS

Fixed assets and current assets must be presented in the balance sheet at their acquisition (production) costs. In the balance sheet the gross value must be reduced by the depreciation accounted on intangible and tangible assets, as well as by the amount of impairment recognised on financial investments. In the case of intangible assets, tangible assets and financial investments the Fund does not use the fair valuation method, i.e., it does not apply any adjustments.

Items that represent the historical (acquisition) value of the assets must be taken into account at the time of the economic event (not later than when the asset is put into use) at the invoiced or imposed amount.

Stocks must be shown in the books at their acquisition costs; in the balance sheet prepared at the end of the year this value can be reduced with the amount of recognised impairment if certain conditions specified in detail in the valuation regulations are met. Stocks also include assets transferred to the Fund as collateral for the guarantees undertaken by the Fund if the Fund intends to sell them instead of using them for the purpose of its own activities. Assets transferred to the Fund in such a manner must be included in the books at the value specified in the asset distribution proposal.

Receivables are recorded in the balance sheet in the approved and acknowledged amounts. Receivables cannot be depreciated. Impairment specified in the accounting policy must be recognised on doubtful debts. Uncollectible debts must be accounted as losses among other expenditures.

When justified, the Fund accounts doubtful debts and expected losses (receivables from fees, trade accounts receivable, amounts owed by customers, advance payments and other receivables) outstanding on the balance sheet date as impairment. Impairment must be accounted if it is suspected or assumed that the receivable will not be collected, or will not be collected at book value. The amount of impairment must be determined on the basis of the assessment of customers in arrears on the balance sheet date on a case by case basis, based on the overdue and doubtful debts, as well as the advance payments made. If the receivable was fully paid by the date of balance sheet preparation, or it was settled with a promissory note, and the promissory note has not yet expired, no impairment can be accounted.

In connection with receivables from unpaid fees the Fund recognises impairment on the basis of individual valuation as of the balance sheet date.

During the valuation of securities at year end the value shown in the balance sheet is the

book value less the amount of impairment recognised pursuant to the Accounting Act. Debt securities with maturity dates over one year must be shown at the acquisition cost, or at the book value less the recognised impairment or reversed impairment irrespective of the fact whether they are shown under current assets or fixed assets. The Fund accounts liquid assets at the book value shown in the bank statements and the cash inventories.

Accruals and deferrals

**a) Prepayments and accrued income**

- Income that must be accounted for the period closed with the balance sheet, yet will be realised only after the balance sheet date.
- Costs and expenditures that can be accounted for the period following the balance sheet date.
- Amounts arising from additional liabilities.

**b) Accruals and deferred income**

- Income that the Fund realised before the balance sheet date, but shall be considered as income in the following year only.
- Costs and expenditures that pertain to the year closed with the balance sheet, but will be incurred only after the balance sheet date.
- Liabilities that pertain to the closed year, but become known between the balance sheet date and the date of balance sheet preparation.
- The amount of subsidies received to offset certain costs and expenditures, but such costs or expenditures were not incurred.
- Deferred income accounted as extraordinary income.

### 2.3.2. PRESENTATION OF SPECIFIC VALUATION METHODS USED IN THE REPORT

**1) Valuation of specific groups of assets**

**a)** The interest accumulated in the acquisition value of interest bearing securities shown under current assets must be accounted at the time of acquisition as an item decreasing the revenues

**b)** No impairment is recognised in relation to government securities in the Fund's portfolio, because the state assumes guarantee for their repayment.

**2) Valuation procedures for specific groups of liabilities**

**a)** The balance sheet profit/loss of the Fund for the previous year(s) is transferred to the capital reserve at book value.

**b)** The liabilities towards member institutions will be included in the balance sheet on the basis of the bank account statements.

The valuation of assets and liabilities not mentioned above is conducted in accordance with the general provisions of the Accounting Act.

### 2.3.3. VALUATION OF LIABILITIES

The Fund presents its equity in the balance sheet at book value. Provisions must be shown in the balance sheet at book value. Provisions must be generated for contingent liabilities, in case they are known or it can be assumed that such liabilities will be incurred after the balance sheet date, or they arise from past or current transactions and no coverage is provided in the balance sheet

yet. Such liabilities include e.g., known or envisaged liabilities from sureties, guarantees, options or pending court cases. Provisions can be recognised on costs expected to arise in the future. Liabilities are presented in the balance sheet in the amount shown in the invoice or contract and acknowledged by the Fund.

Costs that become known before the date of balance sheet preparation and pertain to the year preceding the subject year, e.g. the cost of the audit, are accounted as Accruals and deferred income.

## 2.4. PRESENTATION OF THE ACCOUNTING METHOD OF DEPRECIATION AND IMPAIRMENT

Methods of depreciation:

- the basis of the accounting of planned depreciation is the capitalised value of intangible and tangible assets;
- for each item separately, from the date of capitalisation, with straight-line scheduled depreciation;
- the Fund accounts the depreciation of assets with small acquisition or production value (under HUF 100,000) in a lump sum, at the time they are put to use.

Impairment and reversed impairment:

The Fund will recognise impairment if:

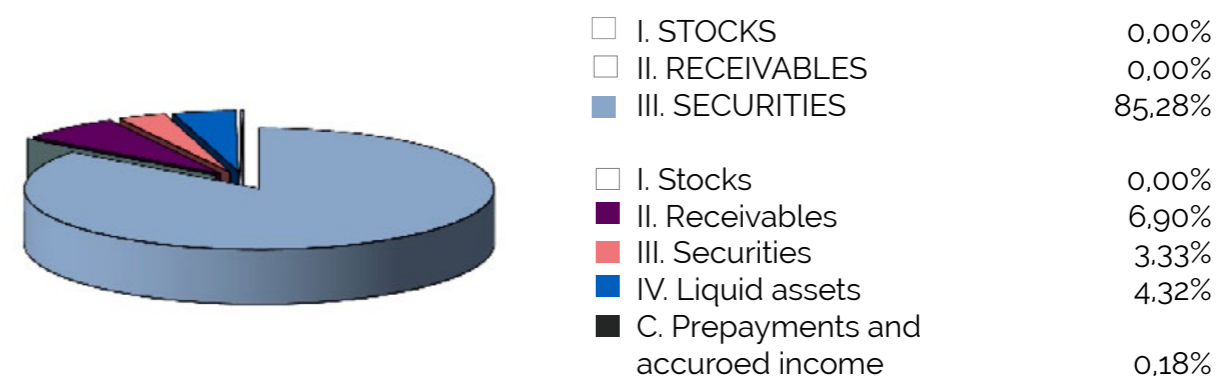
- the book value of the assets is permanently and significantly higher than the market value of the assets in question (significantly shall mean a rate specified in the valuation regulations for each assets,
- or if the asset becomes damaged or unnecessary due to changes in the Fund's activities;
- in case of a favourable turn of events impairment can be reversed with revaluation, but only at book value or up to the nominal value.

# 3. SUPPLEMENTS AND EXPLANATIONS TO THE DIFFERENT BALANCE SHEET ITEMS

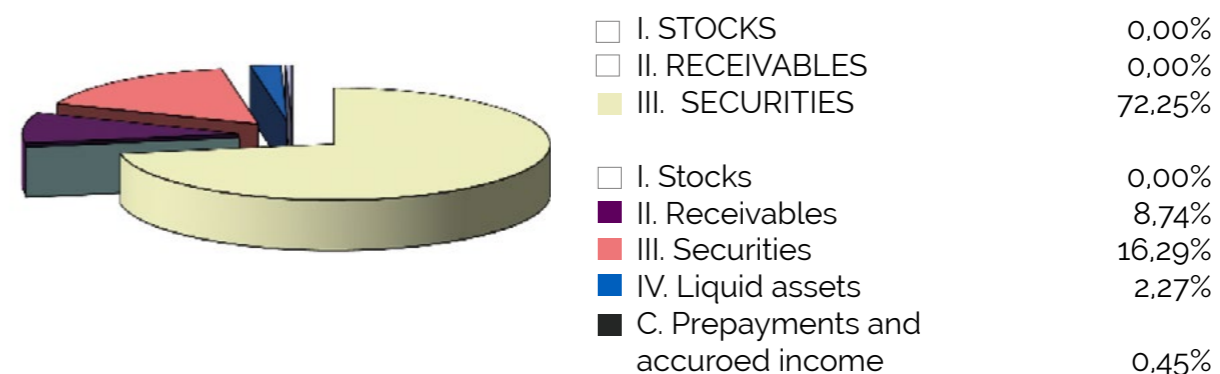
## 3.1. ASSETS

COMPOSITION AND VARIATION OF ASSETS						
Description	Base year		Subject year		Change HUF thousand	Change %
	31.12.2015	31.12.2016	31.12.2015	31.12.2016		
			Distribution %	Distribution %		
I. INTANGIBLE ASSETS	0	0	0.00%	0.00%	0	0.00%
II. TANGIBLE ASSETS	0	0	0.00%	0.00%	0	0.00%
III. FINANCIAL INVESTMENTS	91,519,046	61,924,867	85.28%	72.25%	-29,594,179	67.66%
I. STOCKS	0	0	0.00%	0.00%	0	0.00%
II. RECEIVABLES	7,404,901	7,490,079	6.90%	6.90%	85,178	101.15%
III. SECURITIES	3,568,505	13,958,143	3.33%	3.33%	10,389,638	391.15%
IV. LIQUID ASSETS	4,632,170	1,942,170	4.32%	4.32%	-2,690,000	41.93%
C. PREPAYMENTS AND ACCRUED INCOME	190,820	388,251	0.18%	0.18%	197,431	203.46%
<b>TOTAL ASSETS</b>	<b>107,315,442</b>	<b>85,703,510</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-21,691,932</b>	<b>79.86%</b>

BREAKDOWN OF ASSETS FOR 2015



BREAKDOWN OF ASSETS FOR 2016



## 3.2. FIXED ASSETS

In 2016 the Fund had neither intangible, nor tangible assets.

Figures are in thousand HUF

FIXED ASSETS	31.12.2015.	31.12.2016.
MSZVK Zrt common shares	2,000,000	2,000,000
<b>LONG-TERM LOANS</b>		
Loan to MSZVK Zrt	89,519,046	59,924,867
HUF	36,450,850	14,441,127
EUR	34,493,368	29,632,027
CHF	18,574,828	15,851,713
<b>TOTAL</b>	<b>91,519,046</b>	<b>61,924,867</b>

### LOANS TO MSZVK

DATE OF CONTRACT	DISBURSED AMOUNT IN THE ORIGINAL CURRENCY	MATURITY DATE	OUTSTANDING DEBT IN THE ORIGINAL CURRENCY ON 31.12.2016	OUTSTANDING DEBT IN HUF ON 31.12.2016
12.12.2015	HUF 39,406,324,381	December 2025	HUF 16,481,858,430	HUF 16,481,858,430
12.12.2015	EUR 119,092,127.83	December 2025	EUR 107,182,915.03	HUF 33,336,030,233
12.12.2015	CHF 69,392,824.60	December 2025	CHF 60,803,037.42	HUF 17,597,007,060
<b>TOTAL</b>				<b>HUF 67,414,895,722</b>

\* 31.12.2016 MNB exchange rate: 311.02 HUF/EUR, 289.41 HUF/CHF

Book value of fixed assets: HUF 61,924,867,000 including the HUF 2,000,000,000 value of the shares of MSZVK Magyar Szanálási Vagyonkezelő Zártkörűen Működő Részvénytársaság (Hungarian Resolution Asset Management Plc., hereinafter: MSZVK Zrt.) and the long-term loan of HUF 59,924,867,000 to MSZVK Zrt.

By resolution No. 28/2015. (IX. 22.) the Board of Directors of the Fund approved the founders' resolution on the establishment of MSZVK Zrt. by the Fund.

In accordance with the recommendation of consultants involved in the establishment of MSZVK Zrt., MSZVK Zrt. was to be established with HUF 200 million equity and HUF 1,800 million capital reserve. This amount provided funding for the initial period and sufficient cover to ensure that in 2015 the equity of MSZVK Zrt. would not drop below the value of the issued capital, and a capital increase would be realised no sooner than in 2016.

The founder (sole shareholder) of MSZVK Zrt. is the Fund. Pursuant to Section 53 (5) of the Act on Resolution, after the establishment ownership rights over MSZVK Zrt. shall be exercised by MNB, acting in its resolution capacity.

The Fund transferred into the Fund's bank account 100% of the issue value of the 'A'

series shares subscribed at the time of establishment (i.e. the full value of 10 common shares with a nominal value of HUF 20,000,000 each), that is a total of HUF 200,000,000.

On 17 December 2015 the Fund and MSZVK Zrt. signed a loan agreement, under which the Fund extended a loan of HUF 45,500,000,000 and EUR 166,900,000 to MSZVK Zrt. for a term of 10 years; the loan will be repaid in accordance with the terms and conditions of the loan agreement.

The Fund took out HUF and EUR denominated loans from the banking consortium led by K&H Bank Zrt. – under joint and several guarantee by the state – in order to provide a loan to MSZVK Zrt., previously established to finance its activities. MSZVK Zrt. took over the non-performing assets denominated in HUF, EUR and CHF from MKB Bank Zrt. The Fund extended a loan to MSZVK Zrt. in HUF, EUR and CHF.

In order to provide coverage for the HUF and EUR denominated consortium loans, and for the open foreign exchange positions stemming from the HUF, EUR and CHF loans extended to MSZVK Zrt., the Fund is allowed to enter into spot foreign exchange transactions and non-deliverable forward foreign exchange transactions with a maturity of one month for the FX pairs HUF-EUR, HUF-CHF and EUR-CHF.

Pursuant to an agreement between MKB Zrt. and the Resolution Fund from 17 December 2016 2-month futures currency transactions can be concluded for the above currency pairs replacing the former similar transactions with MNB.

A share package of HUF 102 million in Szanálási Követeléskezelő Zrt. and of HUF 54 million in Resideál Zrt. held by MSZVK Zrt. in 100% was offered to the Fund as collateral securing the loans to MSZVK Zrt.

Of the long-term loans granted to MSZVK Zrt. on 22 September 2016 HUF 20 billion was prepaid.

The Resolution Fund used the received prepayment to prepay its own syndicated loan.

### 3.2.1. CURRENT ASSETS

On the accounting date the current assets of the Fund included HUF 1,942,170,000 held in the bank account kept by MNB (equivalent to the currency loan received on 23 December and transferred into the HUF account), HUF 13,958,143,000 securities and HUF 7,490,079,000 short-term receivables (the amount of the loan to MSZVK, due in 2017). This amount comprised the membership fees collected. The Fund's custodian is KELER Central Clearing House and Depository Ltd., which acted in the role of the custodian pursuant to the amendment of Section 335/A of Act CXX of 2001 by Section 9 of Act CIV of 2014, which took effect on 1 January 2015.

The Fund had no stocks on the balance sheet date.

### 3.2.1.2. RECEIVABLES

Figures in thousand HUF

SHORT-TERM RECEIVABLES		
DESCRIPTION	31.12.2015	31.12.2016
Fee receivables from member institutions	146,600	50
Extended loans	7,258,301	7,490,029
<b>TOTAL</b>	<b>7,404,901</b>	<b>7,490,079</b>

At the end of 2016 receivables from members in the form of regular fees totalled HUF 50,000, which comprised the membership fee arrears for 2014 of GLOBALINVEST Zrt.

With its resolution No. H-EN-III-265/2016 the National Bank of Hungary revoked the licence of GLOBALINVEST Zrt for the provision of investment services on 7 September 2016. The fees unpaid by the institution were accounted as impairment under the heading Receivables from fees in the year 2017

### 3.2.1.2. LIQUID ASSETS

Under the heading Liquid assets bank deposits based on the bank statement of MNB totalled HUF 1,939,975,000 on the balance sheet date (31.12.2016.), the balance of the current account kept by CIB Bank and used for small supplier payments amounted to HUF 2,072,000, the MKB Bank HUF technical account contained HUF 45,000 and the balance of the Securities account kept by KELER Central Clearing House and Depository Ltd. was HUF 77,000.

The deposit balance in the MNB current account resulted from the repayment of the loans granted in EUR and CHF on 22 December 2016 followed by the transfer of the currency amounts into the HUF account on 23 December. The amount was invested in January 2017.

### 3.2.2. PREPAYMENTS AND ACCRUED INCOME

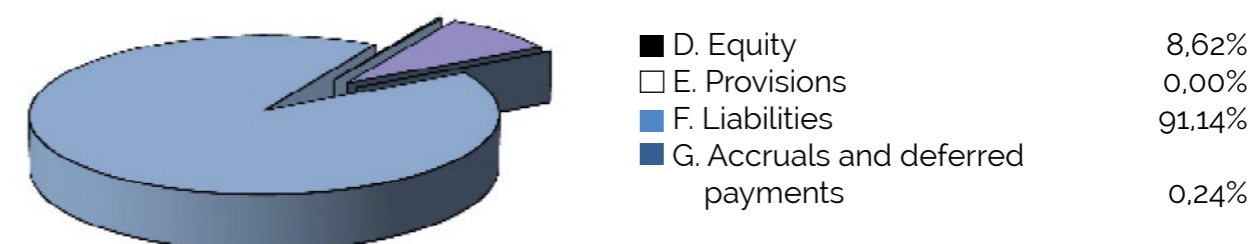
Prepayments and accrued income	31.12.2015	31.12.2016
Accumulated interest on securities	63,023	204,394
Interest on loans given	52,684	33,183
MSZVK cost reimbursement	0	144,211
Profit on forward foreign exchange transactions	73,258	3,659
Liability insurance	1,855	2,783
Adónet subscription	0	21
<b>TOTAL</b>	<b>190,820</b>	<b>388,251</b>

Prepayments and accrued income are entered into the balance sheet at book value.

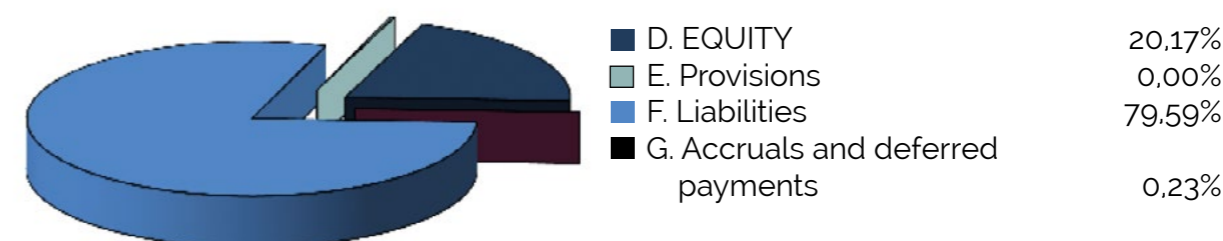
## 3.3 LIABILITIES

THE COMPOSITION OF RESOURCES						
Description	Distribution		Change HUF thousand	Change %	Base=100	
	Base year	Subject year				
	31.12.2015	31.12.2016	31.12.2015	31.12.2016		
D. Equity	9,247,524	17,289,063	8.62%	20.17%	186.96%	
E. Provisions	0	0	0.00%	0.00%	0.00%	
F. Liabilities	97,809,348	68,213,910	91.14%	79.89%	69.74%	
G. Accruals and deferred payments	258,570	200,537	0.24%	0.23%	77.56%	
<b>Total liabilities</b>	<b>107,315,442</b>	<b>85,703,510</b>	<b>100.00%</b>	<b>100.00%</b>	<b>79.86%</b>	

### BREAKDOWN OF LIABILITIES 2015



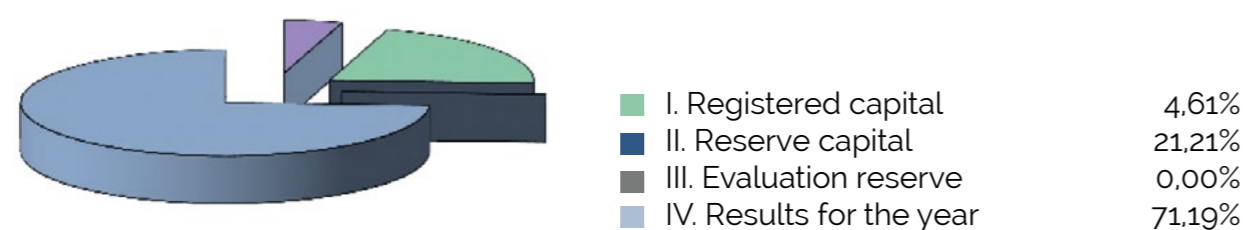
### BREAKDOWN OF LIABILITIES 2016



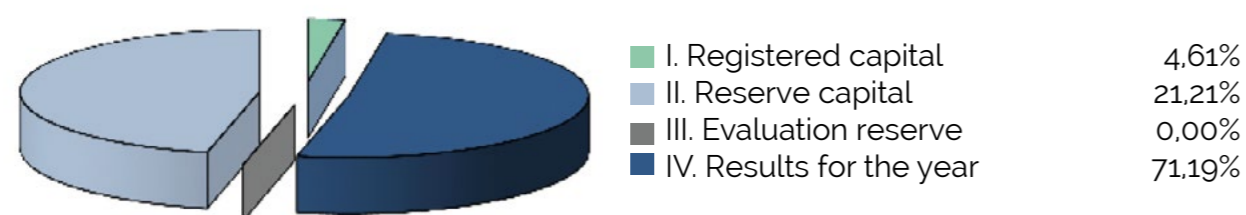
### 3.2.3. EQUITY

COMPOSITION OF EQUITY, CHANGES						
Description	Base year		Subject year		Change HUF thousand	Change %
	31.12.2015	31.12.2016	31.12.2015	31.12.2016		
I. ISSUED CAPITAL	425,972	429,024	4.61%	2.48%	3,052	100.72%
II. CAPITAL RESERVE	1,961,146	8,821,552	21.21%	51.02%	6,860,406	449.82%
III. VALUATION RESERVE	0	0	0.00%	0.00%	0	0.00%
IV. PROFIT OR LOSS OF THE CURRENT YEAR	6,860,406	8,038,487	74.19%	74.19%	1,178,084	117.17%
<b>d. EQUITY</b>	<b>9,247,524</b>	<b>17,289,063</b>	<b>100.00%</b>	<b>100.00%</b>	<b>8,041,539</b>	<b>186.96%</b>

#### SHARE CAPITAL DISTRIBUTION IN 2015



#### SHARE CAPITAL DISTRIBUTION IN 2016



The equity of the Fund grew by HUF 8,041,539,000, and almost doubled between 31 December 2015 and 31 December 2016 compared to the base period.

#### REGISTERED CAPITAL

The registered capital stems from the accession fees paid by the member institutions. Pursuant to Section 137 of the Act on Resolution an institution that wants to join the Fund shall pay a one-off accession fee.

In 2016, 5 member institutions joined the Fund with HUF 3,052,000 contribution.

As of 31 December 2016 the Fund's issued capital totalled HUF 429,024,000.

#### PROFIT/LOSS OF THE CURRENT YEAR

As of 31 December 2016 the Fund's net profit totalled HUF 8,038,487,000. Pursuant to the Government Decree the total amount of the Fund's profit must be accounted as an increase in the reserves in the subsequent year.

#### 3.2.4. PROVISIONS

In 2016 the Fund did not generate provisions because it was not aware of any liabilities or future costs that would justify them. The loan taken from the banking consortium will be repaid from the return on the loan.

#### 3.2.5. LIABILITIES

Figures in HUF thousand

Description	LONG-TERM LIABILITIES		
	31.12.2015	31.12.2016	Change Base = 100%
From HUF Long-term loans	40,950,000	19,102,703	46.6
From EUR Long-term loans	47,033,755	41,527,390	88.3
<b>TOTAL</b>	<b>87,983,755</b>	<b>60,630,093</b>	<b>68.9</b>

The book value of the Fund's long-term liabilities totals HUF 60,630,093,000, which equals the loan taken from the banking consortium for a term of 10 years. Repayment and interest payment are implemented according to the schedule specified in the Annex to the contract.

Amount of the loan taken: HUF 45,500,000,000 and EUR 166,900,000.

Purpose of the loan: to enable the Fund to extend a loan to MSZVK Zrt. [in line with Section 126(3) b) of the Act on Resolution] to enable MSZVK Zrt. to purchase certain non-performing assets of MKB Bank Zrt. under resolution through MKB Pénzügyi Zrt. (Szanálási Követeléskezelő Zrt./Resolution Receivable Management Plc./ due to a change of name) fully owned by it.

## SHORT-TERM LIABILITIES

As of 31 December 2016 the Fund's short-term liabilities totalled HUF 7,578,762,000.

Figures in HUF thousand

Description	31.12.2015	31.12.2016
Instalment payable on the long-term HUF loan in 2016	4,550,000	2,387,838
Instalment payable on the long-term EUR loan in 2016	5,225,973	5,190,924
<b>TOTAL</b>	<b>9,775,973</b>	<b>7,578,762</b>

Other short-term liabilities totalled HUF 5,055,000, and comprised the following items:

Figures are in HUF thousand

Description	31.12.2015	31.12.2016
Domestic trade accounts payable	39,000	3,615
Tax liability	369	367
Income clearing account	1,548	0
Contribution payment liability	1,016	1,073
Over-payment of membership fees	7,682	0
Other short-term liabilities	5	0
<b>TOTAL</b>	<b>49,620</b>	<b>5,055</b>

Trade accounts payable, taxes and budgetary obligations are presented in accordance with the trade invoices and returns, at book value. Out of the book value of liabilities effective on the balance sheet date trade accounts payable totalled HUF 3,615,000 and included the following major items: The invoice for the AKK asset management fee for Q4 2016 in the amount of HUF 1,770,000, the invoice of GFMT Law Office for legal services in the amount of HUF 1,070,000, KELER's deposit management fee for Q4 in the amount of HUF 474,000 and invoices of Dialog Plusz Audit Kft. and Magyar Posta for December in the amount of HUF 301,000.

Tax and contribution debts to the budget totalled HUF 1,440,000 at the end of the year. They comprised the personal income tax payable on the remunerations and social contribution (SZOCHO). These items were paid by the deadline before the date of balance sheet preparation

## 3.2.6. ACCRUALS AND DEFERRED INCOME

As of 31 December 2016 the Fund's accruals and deferred income totalled HUF 200,537,000, and comprised the following items:

ACCRUALS AND DEFERRED INCOME	
Globalinvest 20170046 credit fee payment deferral	13
Deferral of costs and expenditures	
NDIF- cost-contribution 2016 Q4-wages +contribution	6,052
NDIF - cost-contribution 2016 annual, wage cost, base wage difference + contributions	9,849
NDIF - cost-contribution 2016 Q4 -telephone expenses	63
NDIF - cost-contribution 2016 Q4-office equipment	69
NDIF - cost-contribution 2016 Q4-It materials	151
NDIF - cost-contribution 2016 Q4-photocopying	51
NDIF - cost-contribution 2016 annual office rent, cost of operation	1,814
Guarantee fee (bases on the syndicated loan) 2016	136,418
Deferral of the auditing fee for 2016 (50%)	750
<b>MKB-KELER LEI-code fee related to futures transactions</b>	<b>39</b>
total	39
Deferral for the payment of interests due	
Deferral for the payment of the interest on the HUF consortium loan 2016	10,984
<b>Deferral for the payment of the interest on the EUR consortium loan 2016</b>	<b>22,710</b>
total	33,694
Exchange rate loss on forward forex transactions	
Deferral of the loss on forward transactions EUR/HUF	11,574
<b>total</b>	<b>11,574</b>
<b>TOTAL ACCRUALS AND DEFERRED INCOME:</b>	<b>200,537</b>



## 4. SUPPLEMENTS RELATED TO CERTAIN ITEMS OF THE PROFIT AND LOSS STATEMENT

### 4.1. INCOME SHOWN IN THE PROFIT AND LOSS STATEMENT

Figures are in thousand HUF

Description	31.12.2015	31.12.2016	Change %
Income from resolution related activities	7,290,255	7,396,686	101.5
Other income	285	666,572	233,884.9
Income from financial transactions	439,693	3,586,897	815.8
Extraordinary income	7,730,233	11,650,155	150.7
<b>TOTAL</b>	<b>7,290,255</b>	<b>7,396,686</b>	<b>101.5</b>

The Fund's income stemmed from the regular annual fees paid by the member institutions. Most of the fees were received by the payment deadline.

In 2015 other income totalled HUF 285,000 from the default interest paid by 12 institutions.

In 2016 the HUF 666,212,000 MSZVK cost reimbursement made up a considerable part of revenues, including HUF 522,001,000 relating to the foundation in 2015 and refunded according to the resolution of the MNB resolution authority and HUF 360,000 paid default interest.

REVENUES OF FINANCIAL TRANSACTIONS			
Description	31.12.2015	31.12.2016	Change %
Interest income from loan agreements HUF	27,584	879,873	3,189.8
Interest income from loan agreements EUR	16,315	637,744	3,908.9
Interest income from loan agreements CHF	8,785	338,608	3,854.4
Interest income from MNB bank accounts	13,515	30,967	229.1
Gains on Hungarian government bonds	279,186	356,810	127.8
Realised exchange rate gain	0	4,037	0.0
Realised exchange rate gain of futures transactions	73,258	1,067,328	1,456.9
Realised exchange rate gain of MSZVK loans	0	21,076	0.0
Realised exchange rate gain of syndicated loans		40,849	0.0
Realised exchange rate gain of Hungarian government securities	21,050	117,426	557.9
Revalued exchange rate gain from MSZVK loan, syndicated loan	0	92,181	0.0
<b>TOTAL</b>	<b>439,693</b>	<b>3,586,898</b>	<b>815.8</b>

### 4.2. COSTS AND EXPENDITURES OF THE FUND

CHANGES IN EXPENDITURES			
Description	31.12.2015	31.12.2016	Change %
Expenditures related to resolution	0	0	0.0
Other expenditures	211	0	0.0
Expenditures on financial transactions	256,025	3,368,113	1,315.5
Material expenditures	579,053	206,339	35.6
Payroll and related expenditures	34,538	37,216	107.8
Depreciation	0	0	0.0
Operating costs (01+02+03)	613,591	243,555	39.7
<b>TOTAL EXPENDITURES</b>	<b>869,827</b>	<b>3,611,668</b>	<b>415.2</b>

The majority of expenditure includes financial expenditure.

FINANCIAL EXPENDITURE			
Description	31.12.2015	31.12.2016	Change %
Interest expenses related to loan agreements HUF	31,850	1,018,203	3,196.9
Interest expenses related to loan agreements EUR	22,864	887,821	3,883.1
Interest expenses related to currency account EUR	0	224	0.0
Interest expenses related to currency account CHF	0	204	0.0
Realised exchange rate loss	25	11,323	45,292.0
Realised exchange rate loss of futures transactions	7,304	1,362,299	18,651.4
Realised exchange rate loss of MSZVK loans	0	37,754	0.0
Realised exchange rate loss of Hungarian government securities	158,658	50,285	31.7
Loan revaluation exchange rate loss of MSZVK loan and syndicated loan	1,614		0.0
Exchange rate loss resulting from the CHF conversion of the MSZVK loan	33,710	0	0.0
<b>TOTAL</b>	<b>256,025</b>	<b>3,368,113</b>	<b>1,315.5</b>

### 4.3 COSTS RELATED TO OPERATION

The actually incurred and accounted expenses amounted to HUF 243,555,000 in 2016, of which the expenses incurred in relation to the operation of MSZVK Zrt. at the Fund totalled HUF 146,303,000, which was reimbursed by MSZVK in 2017.

The HUF 97,252,000 regularly occurred actual Resolution fund expenses were 4.4% higher than the budgeted expenses related to the operation of the risk analysis officer in 2016.

The planning base of the operating expenses of the Fund was the expenditure of the previous year.

Part of the operational costs (office rental, costs of forms/professional books /journals, postal and telephone costs and operation related labour costs) were accounted in accordance with the agreement between NDIF and the Fund.

The new Cooperation Agreement between the Resolution Fund and NDIF was established on 9 March 2016, and defined the ratio of transfer (re-invoicing) of NDIF expenses at 10%. The plan was made and approved on 11 December 2015. In the 2016 plan we assumed that the Resolution Fund would enter into a lease agreement for offices in the building and the rent of the offices as well as flat rate operating expenses were included in the plan. That is why the new Cooperation Agreement did not contain the office rent and the potential transfer of 10% of the operating expenses.

Pursuant to the agreement concluded on 9 February 2017 15% of the NDIF rent and operating expenses became transferable.

Major cost items in addition to the costs of MSZVK Zrt.:

- auditor's and internal control fees: HUF 4,741,000 (planned: HUF 4,472,000)
- office equipment: HUF 110,000 (budgeted: HUF 112,000)
- form, technical books, official gazette and official journal subscription fees: HUF 319,000 (budgeted: HUF 283,000)
- IT materials: HUF 168,000 (budgeted: HUF 110,000)
- rent and operating fees: HUF 1,814,000 (budgeted: HUF 6,333,000)
- postal fees, courier's fees: HUF 644,000 (budgeted: HUF 695,000)
- telephone expenses: HUF 188,000 (budgeted: HUF 237,000)
- website maintenance cost: HUF 688,000 (budgeted: HUF 310,000)
- image building and other communication costs: 748,000 (budgeted HUF 1,000,000)
- legal service and other expert fees: HUF 4,604,000 (budgeted: HUF 5,000,000)
- portfolio management fee, deposit management fee, banking costs: HUF 8,728,000 (budgeted: HUF 6,050,000)
- staff costs related to the operation of the Resolution Fund: HUF 34,023,000 (budgeted: HUF 25,697,000)
- remunerations equalled HUF 37,216,000 (v: HUF 38,390,000),

Pursuant to the agreement between NDIF and the Resolution Fund, the proportionate wage and contribution costs + VAT of NDIF employees involved in the completion of the tasks of the Resolution Fund were invoiced further to the Fund.

The Fund has no separate work organisation. The operational tasks are performed by the work organisation of NDIF separately from its own tasks, under the supervision of the managing director of NDIF. The fees invoiced by NDIF under this legal title were accounted under the heading Material expenditures.

The cost of operative workforce included in the 2016 annual budget did not contain the amount of payable VAT, confirmed later by experts.

The attached table presents the deviation of the actual expenses from the planned amount by expense row.

REGULARLY INCURRED COSTS OF OPERATION			
Description	Budgeted cost 2016	Actual cost for 2016	2016 actual/2016 budget%
1) Personnel expenses: remuneration of the members of the Board of Directors	38,389,560	37,216,080	96.9
2) Labour costs relating to the operation of the Resolution Fund	26,697,396	34,022,979	132.4
3) Remuneration of the auditor and internal controller	4,471,800	4,741,320	106.0
4) Office equipment infrastructure expenses, IT expenses	21,310,419	18,409,035	84.4
5) Other operating expenses	3,327,000	2,862,646	86.0
Total regularly incurred costs of operation	93,196,175	97,252,060	104.4
Detailed list of the cost group defined in Section 4			0.00
a) office equipment	111,900	110,126	98.4
b) forms, printed publications, technical books, official gazette, professional journal subscription fees	282,700	319,293	112.9
c) IT materials	110,000	168,319	153.0
d) office, warehouse, room and other rents and operating expenses	6,333,333	1,814,299	28.6
e) document storage	0		0.00
f) postal expenses, courier service fees	695,000	644,040	92.7
g) taxi expenses	20,000		0.0
h) telephone expenses	237,000	188,121	79.4
i) printing and photocopying expenses	75,000	118,908	158.5
j) website maintenance	310,000	688,086	222.0
k) other communication expenses	1,000,000	747,541	74.8
l) legal services, other expert fees (KPMG)	5,000,000	4,603,746	92.1
m) translation	115,000	192,415	167.3
n) program expert services (Netlock)	120,000	79,248	66.0
o) program upgrade	0	0	0.0
p) bank charges, portfolio management fees	6,050,486	8,727,613	144.2
= of which bank charges relating to the currency account		291,224	0.0
= bank charges of the HUF account		660,503	0.0
= portfolio management costs		7,775,886	0.0
q) duties, transaction levies, administrative fees	550,000	7,280	1.3

			Continued
r) property insurance premium	0		0.0
s) computer insurance	0		0.0
t) representation expenses	200,000		0.0
u) Other material and service expenses	100,000		0.0
Total expenses of operation listed in Section 4)	21,310,419	18,409,035	869.4
Detailed list of the cost category in Section 5			
a) costs of conferences in Hungary/abroad	300,000		0.0
b) travel expenses	500,000		0.0
c) membership fees in professional organisations	0		0.0
d) liability insurance costs of the members of the Board of Directors	2,527,000	2,862,646	113.3
Total expenses of operation listed in Section 5)	3,327,000	2,862,646	86.0
Total expenses of operation listed in Section 5)	3,327,000	2,862,646	86.0

## 5. BUSINESS REPORT

### 5.1. OBJECTIVES FOR THE FUTURE AND SIGNIFICANT EVENTS IN 2016

In 2016 the preparation for the collection of the quarterly fees was a major event. It involved sending out notifications about the 2016 fees specified by the Resolution Authority, accounting of the fee differences.

An objective for the future is compliance with the requirement of the Act on Resolution, i.e., the accumulation of assets worth 1% of the protected deposits within 10 years.

The resolution process of MKB Bank ended on 30 June 2016, where the assets of the Fund were used with the resolution instrument applied by the resolution Authority.

### 5.2. SIGNIFICANT EVENTS THAT OCCURRED AFTER THE ACCOUNTING DATE

The repayment of the loan and the interest thereon was a major event after the accounting date.

The number of member institutions of the Fund continued to decrease because the operating licences of further 2 institutions were withdrawn.

### 5.3. INDICATORS OF THE FINANCIAL STANDING

<b>Share of fixed assets =</b>	<b>85,28%</b>	<b>72,25%</b>
$\frac{\text{Fixed assets} \times 100}{\text{Total assets}}$		
<b>Share of current assets =</b>	<b>14,72%</b>	<b>27,75%</b>
$\frac{\text{Current assets} + \text{prepayments and accrued income} \times 100}{\text{Total assets}}$		
<b>Equity ratio =</b>	<b>8,62%</b>	<b>20,17%</b>
$\frac{\text{Equity}}{\text{Balance sheet total}}$		
<b>Balance sheet profit/loss to equity ratio =</b>	<b>74,19%</b>	<b>46,49%</b>
$\frac{\text{Balance sheet profit/loss} \times 100}{\text{Equity}}$		
<b>Share of liabilities =</b>	<b>91,14%</b>	<b>79,59%</b>
$\frac{\text{Liabilities} \times 100}{\text{Balance sheet total}}$		
<b>Cover of fixed assets</b>	<b>10%</b>	<b>28%</b>
$\frac{\text{Equity} \times 100}{\text{Fixed assets}}$		
<b>Current assets, equity ratio =</b>	<b>62,50%</b>	<b>91,43%</b>
$\frac{\text{Current assets} \times 100}{\text{Equity}}$		
<b>Liquidity ratio =</b>	<b>158,83%</b>	<b>308,43%</b>
$\frac{\text{Current assets} \times 100}{\text{Short-term liabilities}}$		
<b>Return on assets (ROA) =</b>	<b>6,39%</b>	<b>9,38%</b>
$\frac{\text{Pre-tax profit /loss} \times 100}{\text{Total assets}}$		

## 5.4. EXPENSES OF OPERATION IN 2017

### BACKGROUND

With its Resolution 9/2014 (28. July) the Board of Directors of the Resolution Fund approved the guidelines for the accountability of the operating expenses of the Resolution fund.

In line with the fees and charges approved by the MNB, the fee revenues of the Resolution Fund for 2017 were budgeted at HUF 7,400,000..

### FINANCIAL AND OTHER REVENUES

**The amounts shown among the financial revenues in the 2017 annual budget estimated data for information only because the FX facilities loans and futures FX transactions depend on the market price fluctuation in the future.**

The financial revenues of the Resolution Fund consist of the scheduled interest paid MSZVK to the Resolution Fund (budgeted: HUF 1,201,400,000), the interest on the current account (budgeted: HUF 1,652,000), exchange rate gain on futures FX transactions (budgeted: HUF 1,035,140,000) and the budgeted gain of securities transactions (HUF 495,283,000).

The other revenues also include the reimbursement of the costs and fees related to the resolution of MKB by MSZVK in the amount of HUF 131,664,000.

Due to a delay in fee payment (lower.

### OPERATING EXPENSES

The detailed proposal for the budget figures is included in an attachment to this proposal.

**1 Personnel expenses: remuneration of the members of the Board of Directors** (budgeted: HUF 41,114,000)

The minimum wage constituting the basis of the remuneration was already known in the budgeting period and therefore the budgeted remuneration of the members of the Board of Directors of the Resolution Fund reflects 15% increase in the 2017 budget, which is the same as the percentage by which the minimum wage has gone up..

**2 The labour costs related to the operation of the Resolution Fund** (budgeted: HUF 37,763,000) include the wage cost of the employees of NDIF dedicated to the Resolution Fund (7 persons) budgeted for 2017 and the specific percentage of their contributions.

The amount budgeted for 2017 contains also the wage cost of the internal controller employed as an employee from 15 February 2017, increased by VAT, as well as the related contribution.

The wage cost in percentage to be transferred is the same as the percentage in 2016, but 2017 annual budget also includes the amount of VAT charged on the labour costs.

**3 The remuneration of the auditor and internal controller** (budgeted: HUF 1,500,000) expense row contains only the auditor's fee as the wages of the internal controller are budgeted among the labour costs.

**4 Office equipment, infrastructure expenses, IT expenses** (budgeted: HUF 23,503,000) are detailed in the attachment. Among those expenses NDIF held negotiations about the rent and the operating fees and a contract is being prepared

for the lease of the employees of the Resolution Fund on the 6th floor of the office building. The expenses of forms, photocopies and IT materials were defined at 10% of the NDIF expenses budgeted for 2017 pursuant to the Cooperation agreement.

The postal and courier serves expenses budgeted for 2017 are almost identical with the projected expenditure.

The telephone expenses include the amount of the NDIF expenses to be transferred at the rate of 10% pursuant to the agreement.

The website maintenance fee includes the currently prevailing monthly fees under the contract.

The communication expenses for 2017 are almost identical with the estimated expenses for 2016.

The budgeted figure for legal services contains the expected lawyer consultancy fees related to the resolution activity.

The budgeted translation expense relates to the cost of translation into English of the annual report.

The amount budgeted in the bank charges and portfolio management fees also includes the asset management and depositary fees. The asset management cost of the average HUF 17.5 billion fixed capital (at estimated market value) calculated with the rate stated in the contract with ÁKK Zrt. was included in the budget.

The depositary fee was budgeted also with the HUF 17.5 billion average fixed capital planned for 2017 in relation to the KELER fee as well.

The transaction levies were budgeted in view of the estimated expenses, increased by the estimated transaction levies reflecting the increase in assets.

### 5 Other operating expenses (budgeted: HUF 5,090,000)

The other operating expenses include foreign travel and accommodation expenses and conference fees.

The liability insurance expenses of the members of the Board of Directors is the same as the amount stated in the concluded contract

### 6 Costs associated with the foundation of Magyar Szanálási Vagyonkezelő (MSZVK) (Hungarian resolution Asset Management Company)

The HUF 45.5 billion and EUR 166.9 million loan interest was budgeted in HUF, taking into account the prepayment of the MSZVK HUF 20 billion loan and the annually payable agent fees, shown in separate rows

Against the estimated financial expenditure of futures FX transactions reported among the other financial expenses (HUF 907,363,000) the exchange rate gain from futures FX transactions is also shown among the revenues (HUF 1,035,140,000).

- 7 Of the expenses associated with MSZVK, pursuant to the contracts,**
- = the agent fee,
  - = loan interest,
  - = and the state guarantee fee are included among the forecast and budgeted expenses.

The expenses of borrowing are transferred, and the Resolution Fund generates a revenue from it, while the interest expense is shown as recovery in the interest on the loan granted to MSZVK.

The revenue budgeted for 2017 contains the EUR 31,750 agent fee payable annually (HUF 9,842,000) and HUF 121,821,000 revenue from the transferred state guarantee amount.

## 5.5. PERFORMANCE OF THE RESOLUTIONS OF THE BOARD OF DIRECTORS

In 2016 the Board of Directors of the Resolution Fund passed 34 resolutions, 30 of which were adopted at board meetings, and 4 resolutions were passed outside meetings.

The resolutions of the Board of Directors were adopted on issues designated by the Act on Resolution and on the most important issues affecting the organisation and operation of the Fund, including especially the following subjects:

- consent to the appointment of the permanent deputies of the members of the Board of Directors;
- approval of the Fund's accounting regulations (accounting policy, system of accounts and valuation regulation), as well as the approval of the Cash Management Policy;
- approval of the Fund's annual report for the fractional year of 2015;
- approval of the 2015 and 2016H1 report of the Fund's internal controller for 2015;
- appointment of the auditor to audit the Fund's annual report for 2016;
- approval of the modifications of the Cooperation Agreement between the Fund and NDIF;
- decision on the conversion of the agreement for the loan to MSZVK Zrt. into a multi-currency agreement;
- proposal and request for the reimbursement of 50% of the costs of foundation of MSZVK and 100% of the costs of financing of MSZVK Zrt. from the proceeds of the sale of MKB Bank to the Resolution Authority against MSZVK Zrt.;
- contribution to the increase of the capital of SZKK Zrt. on condition that the Resolution Fund can treat the new shares to be issued as a security deposit
- decision on the prepayment of the syndicated loan taken by the Fund in 2015;
- authorisation for the conclusion of framework contracts for hedge transactions to be concluded by the Fund;
- resolutions relating to the discussions on the reports of MSZVK Zrt. for Q2 and 3 2016;
- approval of the budget of the Resolution Fund for 2017;
- modification of the Rules of Procedure of the Board Directors and Code of Organisation and Operation of the Fund effective from 1 January 2017;
- approval of the work plans of the Board of Directors and internal controller of the Resolution Fund for 2017.

Signed in Budapest on 7 May 2017.

.....  
 Agnes Hornung  
 Chair person of the Board of Directors of the Resolution Fund

REGULARLY INCURRED COSTS OF OPERATION					
Description	Regularly incurred costs, planned for 2016	Actual regularly incurred costs in 2016	Regularly incurred costs, planned for 2017	2017 annual budget/ 2016 annual plan	2017 annual budget / 2016 annual budget
1) Personnel expenses: remuneration of the members of the Board of Directors	38,389,560	37,216,080	41,113,512	107%	110%
2) Labour costs relating to the operation of the Resolution Fund	26,697,396	34,022,979	37,763,128	147%	111%
3) Remuneration of the auditor and internal controller	4,471,800	4,741,320	1,500,000	34%	32%
4) Office equipment infrastructure expenses, IT expenses	21,310,419	18,409,035	23,502,452	110%	128%
5) Other operating expenses	3,327,000	2,862,646	5,090,000	153%	178%
<b>Total regularly incurred costs of operation</b>	<b>93,196,175</b>	<b>97,252,060</b>	<b>108,969,092</b>	<b>117%</b>	<b>112%</b>
Detailed list of the cost group defined in Section 4					
a) office equipment	111,900	110,126	80,000	71%	73%
b) forms, printed publications, technical books, official gazette, professional journal subscription fees	282,700	319,293	156,000	55%	49%
c) IT materials	110,000	168,319	100,000	91%	59%
d) office, warehouse, room and other rents and operating expenses	6,333,333	1,814,299	2,481,110	39%	137%
e) document storage	0				
f) postal expenses, courier service fees	695,000	644,040	650,000	94%	101%
g) taxi expenses	20,000		20,000	100%	
h) telephone expenses	237,000	188,121	180,000	76%	96%
i) printing and photocopying expenses	75,000	118,908	100,000	133%	84%
j) website maintenance	310,000	688,086	460,000	148%	67%
k) other communication expenses	1,000,000	747,541	800,000	80%	107%
l) legal services, other expert fees (KPMG)	5,000,000	4,603,746	5,000,000	100%	109%
m) translation	115,000	192,415	200,000	174%	104%
n) program expert services (Netlock)	120,000	79,248	80,000	67%	101%
o) program upgrade	0	0			

Continued

p) bank charges, portfolio management fees	6,050,486	8,727,613	10,565,343	175%	121%
= of which bank charges relating to the currency account		291,224	300,000		1
= bank charges of the HUF account		660,503	635,149		1
= portfolio management costs		7,775,886	9,630,194		1
q) duties, transaction levies, administrative fees	550,000	7,280	2,500,000	455%	3,434.1%
r) property insurance premium	0				
s) computer insurance	0				
t) representation expenses	200,000		100,000	50%	
u) Other material and service expenses	100,000		30,000	30%	
<b>Total expenses of operation listed in Section 4)</b>	<b>21,310,419</b>	<b>18,409,035</b>	<b>23,502,452</b>	<b>110%</b>	<b>128%</b>

## DETAILED LIST OF THE COST CATEGORY IN SECTION 5

a) costs of conferences in Hungary/abroad	300,000		300,000	100%	
b) travel expenses	500,000		1,000,000	200%	
c) membership fees in professional organisations	0		0		
d) liability insurance costs of the members of the Board of Directors	2,527,000	2,862,646	3,790,000	150%	132%
<b>Total expenses of operation listed in Section 5)</b>	<b>3,327,000</b>	<b>2,862,646</b>	<b>5,090,000</b>	<b>153%</b>	<b>178%</b>

## INFORMATION DATA

Description	2016 annual budget	2016 annual actual amount	2017 annual budget	2017 annual budget/2016 annual budget	2017 annual budget/2016 annual budget
Hungarian Resolution Asset Management Company					
= Agent fee according to the K&H agency contract	9,842,500	9,846,310	9,842,500	100%	100%
= K&H loan-commitment fee					
= Contracting fee of borrowing					
= interest on the HUF 45.5 billion and EUR 166.9 million loans	2,131,566,957	1,906,451,671	1,380,629,864	65%	72%
= Andréko Kinstellar Law Office					
= State guarantee fee		136,417,709	121,821,064		89%
= KELER fee		39,294			
<b>Total expenses related to MSZVK operation</b>	<b>2,141,409,457</b>	<b>2,052,754,984</b>	<b>1,512,293,428</b>	<b>71%</b>	<b>74%</b>

INFORMATION DATA					
REVENUES AND FINANCIAL EXPENSES OF THE RESOLUTION FUND					
Description	2016 annual budget	2016 annual actual amount	2017 annual budget	2017 annual budget/2016. annual budget	2017 annual budget/2016. annual budget

Figures are in HUF thousand

Revenues					
Fee revenues	7,289,464,304	7,396,686,140	7,400,000,000	102%	100%
Financial revenues	206,000,000	3,586,897,837	2,767,983,700	1,344%	77%
Other revenues (default interest)	0	360,273	100,000		28%
Reimbursement of the expenses of the resolution of MKB in 2016	398,718,951	658,449,662	131,663,564	33%	20%
Reimbursement of the agent fee for the loan related to the resolution of MKB in 2016	98,425,000	7,762,000			0
<b>Total revenues</b>	<b>7,992,608,255</b>	<b>11,650,155,912</b>	<b>10,299,747,264</b>	<b>129%</b>	<b>88%</b>
Breakdown of revenues					
Fee revenues	7,289,464,304	7,396,959,140	7,400,000,000	102%	100%
Other revenues	497,143,951	666,571,935	131,763,564	27%	20%
Financial revenues					
Interest income from current accounts		25,016,650	1,652,462		7%
Interest income from the margin account		5,949,947	0		0%
Interest income - MSZVK loan HUF)		879,872,657	362,425,766		41%
Interest income - MSZVK loan EUR)		637,743,844	548,759,778		86%
Interest income - MSZVK loan CHF)		338,608,247	290,213,848		86%
Exchange rate difference of credit/loan repayments*		158,142,160	34,508,646		22%
Realised exchange rate gain on futures transactions**		1,067,328,149	1,035,139,909		97%
Released gain on government securities		474,236,200	495,283,291		104%
<b>Total financial revenues</b>		<b>3,586,897,854</b>	<b>2,767,983,700</b>		<b>77%</b>

Financial expenditure			
Interest expense – Consortium HUF	1,018,203,335	583,070,203	57%
Interest expense – Consortium EUR	887,820,586	797,559,661	90%
Negative interest paid for FX accounts*	427,750	240,000	56%
Exchange rate loss of the credit facility/loan at the time of repayment*	37,754,043	4,741,904	13%
Exchange rate loss of futures FX transactions**	1,373,622,104	907,362,747	66%
government securities*	50,285,529	46,000,000	91%
<b>Total financial expenditure</b>	<b>3,368,113,347</b>	<b>2,338,974,515</b>	<b>69%</b>

### ANNUAL FEE PAYMENTS 2016

RESOLUTION FUND		
		Data in HUF thousand
	Institution	2016 annual fees
1	Banif Plus Bank Zrt.	314,160
2	Bank of China (Hungária) Hitelintézet Zrt.	2,199,120
3	BUDAPEST Hitel- és Fejlesztési Bank Zrt.	234,295,448
4	CIB Bank Zrt.	403,266,654
5	Commerzbank Zrt.	106,624,882
6	Quaestor Bank Zrt.	314,160
7	DUNA TAKARÉK BANK Zrt.	628,320
8	ERSTE BANK HUNGARY Zrt.	553,834,776
9	NHB Növekedési Hitel Bank Zrt.	2,199,120
10	FHB Kereskedelmi Bank Zrt.	103,665,734
11	GRÁNIT Bank Zrt.	45,042,899
12	Kereskedelmi és Hitelbank Zrt.	947,163,994
13	KDB Bank Európa Zrt.	75,813,412
14	MagNet Magyar Közösségi Bank Zrt.	2,199,120
15	Magyar Cetelem Bank Zrt.	8,168,160
16	Merkantil Váltó és Vagyonbefektető Bank Zrt.	82,298,103
17	MKB Bank Zrt.	702,156,491
18	OTP Bank Nyrt.	1,822,138,562

19	Polgári Bank Zrt.	314,160
20	Porsche Bank Hungaria Zrt.	628,320
21	Raiffeisen Bank Zrt.	842,630,960
22	Sberbank Magyarország Zrt.	145,081,904
23	SOPRON BANK BURGENLAND Zrt.	2,199,120
24	UniCredit Bank Hungary Zrt.	751,466,000
25	Aegon Magyarország Lakástakarékpénztár Zrt.	314,160
26	ERSTE Lakás-takarékpénztár Zrt.	314,160
27	FHB Jelzálogbank Nyrt.	89,968,285
28	Fundamenta-Lakáskassza Lakás-takarékpénztár Zrt.	39,370,330
29	Központi Elszámolóház és Értéktár ( Budapest ) Zrt.	66,417,481
30	OTP Jelzálogbank Zrt.	178,813,712
31	OTP Lakástakarékpénztár Zrt.	4,712,400
32	UniCredit Jelzálogbank Zrt.	8,168,160
33	CEE Active Asset Management Zrt.	200,000
34	CODEX Tőzsdeügynökség és Értéktár Zrt.	314,160
35	CONCORDE Értékpapír Zrt.	628,320
36	eBrókerház Befektetési Szolgáltató Zrt.	200,000
37	EQUILOR Befektetési Zrt.	314,160
38	Erste Befektetési Zrt.	4,712,400
39	Geo Professional Portfolio Zrt.	200,000
40	GLOBALINVEST Zrt.	136,957
41	Magyar Posta Befektetési Szolgáltató Zrt.	314,160
42	Merlito Értékpapír Zrt.*	17,486
43	PLÁNINVEST Bróker Zrt.	200,000
44	QUANTIS Alpha Befektetési Zrt.	314,160
45	Random Capital Broker Zrt.	314,160
46	REÁLSZISZTÉMA Értékpapír-forgalmazó és Befektető Zrt.	314,160
47	Solar Capital Markets Értékpapír Kereskedelmi Zrt.	314,160
48	SPB Befektetési Zrt.	314,160
49	STATUS Capital Befektetési Zrt.	150,000
50	STRATEGON Értékpapír Zrt.	200,000
51	Alapforgalmazó Zrt.	200,000
52	INNOVATIVE SECURITIES EUROPE Zrt.*	3,279
53	SZHSZ (consolidated)	164,602,145
	<b>TOTAL</b>	<b>7,396,686,134</b>

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