



**OTP BANK PLC.**

**UNCONSOLIDATED CONDENSED  
FINANCIAL STATEMENTS IN ACCORDANCE  
WITH INTERNATIONAL FINANCIAL  
REPORTING STANDARDS AS ADOPTED  
BY THE EUROPEAN UNION**

**FOR THE THREE MONTH PERIOD  
ENDED 31 MARCH 2010**



**CONTENTS**

Unconsolidated Condensed Financial Statements prepared  
in accordance with International Financial Reporting Standards as  
adopted by the European Union

Unconsolidated Statement of Financial Position as at 31 March 2010 (unaudited)	2
Unconsolidated Condensed Statements of Operations and Statement of Comprehensive Income for the three month period ended 31 March 2010 (unaudited)	3
Unconsolidated Condensed Statement of Cash Flows for the three month period ended 31 March 2010 (unaudited)	4
Unconsolidated Statement of Changes in Shareholders' Equity for the three month period ended 31 March 2010 (unaudited)	5
Selected Explanatory Notes	6-15

**OTP BANK PLC.**  
**UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2010**  
**(UNAUDITED) (in HUF mn)**

	Note	31 March 2010	31 December 2009	31 March 2009
Cash, amounts due from banks and balances with the National Bank of Hungary		244,285	178,217	133,795
Placements with other banks, net of allowance for placement losses		833,145	962,063	999,981
Financial assets at fair value through profit or loss	3.	278,287	273,652	167,419
Securities available-for-sale	4.	1,656,601	1,652,747	543,047
Loans, net of allowance for loan losses	5.	2,589,507	2,622,895	2,997,659
Investments in subsidiaries	6.	648,690	643,907	595,955
Securities held-to-maturity	7.	173,913	216,563	407,053
Property and equipment		68,409	69,654	70,475
Intangible assets		37,707	38,909	39,569
Other assets		<u>82,619</u>	<u>92,085</u>	<u>94,696</u>
<b>TOTAL ASSETS</b>		<b><u>6,613,163</u></b>	<b><u>6,750,692</u></b>	<b><u>6,049,649</u></b>
Amounts due to banks and Hungarian Government, deposits from the National Bank of Hungary and other banks		722,407	1,152,131	786,111
Deposits from customers	8.	3,415,909	3,368,752	3,248,313
Liabilities from issued securities	9.	666,482	618,303	509,100
Financial liabilities at fair value through profit or loss		159,375	119,353	260,191
Other liabilities		297,526	252,988	151,040
Subordinated bonds and loans		<u>285,019</u>	<u>287,321</u>	<u>327,248</u>
<b>TOTAL LIABILITIES</b>		<b><u>5,546,718</u></b>	<b><u>5,798,848</u></b>	<b><u>5,282,003</u></b>
Share capital		28,000	28,000	28,000
Retained earnings and reserves		1,042,224	927,618	854,049
Treasury shares		<u>(3,779)</u>	<u>(3,774)</u>	<u>(114,403)</u>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b><u>1,066,445</u></b>	<b><u>951,844</u></b>	<b><u>767,646</u></b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b><u>6,613,163</u></b>	<b><u>6,750,692</u></b>	<b><u>6,049,649</u></b>

**OTP BANK PLC.**  
**UNCONSOLIDATED CONDENSED STATEMENT OF OPERATIONS AND**  
**STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTH PERIOD ENDED 31**  
**MARCH 2010 (UNAUDITED) (in HUF mn)**

	Note	Three month period ended 31 March 2010	Three month period ended 31 March 2009	Year ended 31 December 2009
Interest Income	11.	<u>183,941</u>	<u>191,276</u>	<u>727,077</u>
Interest Expense	11.	<u>130,870</u>	<u>131,972</u>	<u>512,710</u>
<b>NET INTEREST INCOME</b>	11.	<b><u>53,071</u></b>	<b><u>59,304</u></b>	<b><u>214,367</u></b>
Provision for impairment on possible loan and placement losses	6.	<u>18,318</u>	<u>17,659</u>	<u>78,462</u>
<b>NET INTEREST INCOME AFTER PROVISION FOR POSSIBLE LOAN AND PLACEMENT LOSSES</b>		<b><u>34,753</u></b>	<b><u>41,645</u></b>	<b><u>135,905</u></b>
Net profit from fees and commissions		33,897	32,884	138,801
Net operating income		<u>60,313</u>	<u>35,769</u>	<u>52,051</u>
Other administrative expenses		<u>38,776</u>	<u>40,967</u>	<u>165,388</u>
<b>PROFIT BEFORE INCOME TAX</b>		<b>90,187</b>	<b>69,331</b>	<b>161,369</b>
Income tax		<u>8,429</u>	<u>14,165</u>	<u>3,231</u>
<b>NET PROFIT FOR THE YEAR</b>		<b><u>81,758</u></b>	<b><u>55,166</u></b>	<b><u>158,138</u></b>
Earnings per share (in HUF)				
Basic		<u>294</u>	<u>212</u>	<u>582</u>
Diluted		<u>291</u>	<u>212</u>	<u>577</u>

*The comprehensive income items are as follows:*

	Note	Three month period ended 31 March 2010	Three month period ended 31 March 2009	Year ended 31 December 2009
<b>NET PROFIT FOR THE YEAR</b>		<b><u>81,758</u></b>	<b><u>55,166</u></b>	<b><u>158,138</u></b>
Fair value adjustment of securities available-for-sale		32,571	(30,952)	29,126
Cash Flow hedge		<u>-</u>	<u>(11,042)</u>	<u>-</u>
<b>NET COMPREHENSIVE INCOME</b>		<b><u>114,329</u></b>	<b><u>13,172</u></b>	<b><u>187,264</u></b>

**OTP BANK PLC.**  
**UNCONSOLIDATED CONDENSED STATEMENT OF CASH FLOWS FOR THE**  
**THREE MONTH PERIOD ENDED 31 MARCH 2010 (UNAUDITED) (in HUF mn)**

	Three month period ended 31 March 2010	Three month period ended 31 March 2009	Year ended 31 December 2009
Profit before income tax	90,187	69,331	161,369
Income tax paid	(1,505)	(4,296)	(13,278)
Depreciation and amortization	5,758	5,452	22,262
Provisions	10,099	14,217	77,522
Share-based payment	1,572	1,700	6,802
Unrealised gains on fair value adjustment of securities available-for-sale and held for trading	5,642	5,442	1,634
Unrealised (losses)/ gains on fair value adjustment of derivative financial instruments	(650)	2,681	34,568
Changes in other assets and liabilities in operating activities	<u>(13,727)</u>	<u>(141,321)</u>	<u>(30,379)</u>
<b>Net cash provided by/ (used in) operating activities</b>	<b><u>97,376</u></b>	<b><u>(46,794)</u></b>	<b><u>260,500</u></b>
<b>Net cash provided by/ (used) in investing activities</b>	<b><u>311,125</u></b>	<b><u>(99,764)</u></b>	<b><u>(914,943)</u></b>
<b>Net cash (used in)/ provided by financing activities</b>	<b><u>(351,441)</u></b>	<b><u>116,989</u></b>	<b><u>666,471</u></b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b><u>57,060</u></b>	<b><u>(29,569)</u></b>	<b><u>12,028</u></b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b><u>105,679</u></b>	<b><u>93,651</u></b>	<b><u>93,651</u></b>
<b>Cash and cash equivalents at the end of the period</b>	<b><u>162,739</u></b>	<b><u>64,082</u></b>	<b><u>105,679</u></b>
<b><i>Cash and cash equivalents:</i></b>			
Cash, amounts due from banks and balances with the National Bank of Hungary	178,217	158,022	158,022
Compulsory reserve established by the National Bank of Hungary	<u>(72,538)</u>	<u>(64,371)</u>	<u>(64,371)</u>
<b>Cash and cash equivalents at the beginning of the period</b>	<b><u>105,679</u></b>	<b><u>93,651</u></b>	<b><u>93,651</u></b>
Cash, amounts due from banks and balances with the National Bank of Hungary	244,285	133,795	178,217
Compulsory reserve established by the National Bank of Hungary	<u>(81,546)</u>	<u>(69,713)</u>	<u>(72,538)</u>
<b>Cash and cash equivalents at the end of the period</b>	<b><u>162,739</u></b>	<b><u>64,082</u></b>	<b><u>105,679</u></b>

**OTP BANK PLC.**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**  
**(UNAUDITED) (in HUF mn)**

	Share Capital	Capital reserve	Share-based compensation	Retained earnings and reserves	Put option reserve	Treasury Shares	Total
<b>Balance as at 1 January 2009</b>	<b>28,000</b>	<b>52</b>	<b>19,181</b>	<b>823,085</b>	<b>-</b>	<b>(97,845)</b>	<b>772,473</b>
Net comprehensive income for the year	-	-	-	13,172	-	-	13,172
Share-based payment	-	-	1,700	-	-	-	1,700
Payments to ICES holders	-	-	-	(3,138)	-	-	(3,138)
Loss on sale of treasury shares	-	-	-	(3)	-	-	(3)
Aquisition of treasury shares	-	-	-	-	-	(16,558)	(16,558)
<b>Balance as at 31 March 2009</b>	<b><u>28,000</u></b>	<b><u>52</u></b>	<b><u>20,881</u></b>	<b><u>833,116</u></b>	<b><u>-</u></b>	<b><u>(114,403)</u></b>	<b><u>767,646</u></b>
<b>Balance as at 1 January 2010</b>	<b>28,000</b>	<b>52</b>	<b>6,830</b>	<b>976,204</b>	<b>(55,468)</b>	<b>(3,774)</b>	<b>951,844</b>
Net comprehensive income for the year	-	-	-	114,329	-	-	114,329
Share-based payment	-	-	1,572	-	-	-	1,572
Payments to ICES holders	-	-	-	(1,294)	-	-	(1,294)
Loss on sale of treasury shares	-	-	-	(1)	-	-	(1)
Aquisition of treasury shares	-	-	-	-	-	(5)	(5)
<b>Balance as at 31 March 2010</b>	<b><u>28,000</u></b>	<b><u>52</u></b>	<b><u>8,402</u></b>	<b><u>1,089,238</u></b>	<b><u>(55,468)</u></b>	<b><u>(3,779)</u></b>	<b><u>1,066,445</u></b>

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 1: ORGANIZATION AND BASIS OF FINANCIAL STATEMENTS**

**1.1. General information**

These interim condensed financial statements had been prepared in accordance with the prescriptions of IAS 34.

**1.2. Accounting**

The Bank maintains its accounting records and prepares its statutory accounts in accordance with the commercial, banking and fiscal regulations prevailing in Hungary.

The functional currency of the Bank is the Hungarian Forint ("HUF").

Some of the accounting principles prescribed for statutory purposes are different from those generally recognized in international financial markets. Certain adjustments have been made to the Bank's Hungarian unconsolidated statutory accounts in order to present the unconsolidated financial position and results of operations of the Bank in accordance with all standards and interpretations approved by the International Accounting Standards Board (IASB), which are referred to as International Financial Reporting Standards (IFRS). These standards and interpretations were previously called International Accounting Standards (IAS).

Preparing these financial statements the Bank followed the same accounting policies and methods as are applied in the annual financial statements of the year ended 31 December 2010 and were prepared according to the International Financial Reporting Standards.

Certain amounts in the unconsolidated financial statements for the year ended 31 December 2010 have been reclassified to conform with the current year presentation. These reclassifications were not material.

**NOTE 2: SIGNIFICANT EVENTS DURING THE THREE MONTH PERIOD ENDED 31 MARCH 2010, AND POST BALANCE SHEET EVENTS**

On 19 March 2010 OTP Bank Plc. has paid back an equivalent of EUR 700 million to the Hungarian State. The amount is the remaining part of a loan agreement of 1.4 billion in total between the Hungarian State and OTP Bank signed on 26 March 2009. According to the original terms the Bank had to start the repayment From February 2011 in eight equal tranches, but it prepaid the first half already in November 2009.

OTP Bank Plc. became 100% sole owner of OTP Real Estate Fund Management Ltd. The Bank bought the 49% block of shares from Sinvest Trust Ltd. The Bank paid the purchase price of the shares on 29 March 2010, that day the ownership of the shares was vested to OTP Bank.

On 28 April 2010 OTP Bank Plc. bought 89.9% interest in Monopost Ltd. thus the Bank became the majority owner of the company.

OTP BANK PLC.  
NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010

**NOTE 3: FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS  
(in HUF mn)**

	31 March 2010	31 December 2009
<i><u>Held for trading securities:</u></i>		
Corporate shares	102,827	88,513
Securities issued by the NBH	44,925	49,887
Government bonds	15,266	28,857
Mortgage bonds	6,129	8,689
Hungarian government discounted Treasury Bills	2,469	2,642
Hungarian government interest bearing Treasury Bills	77	183
Other securities	<u>32</u>	<u>282</u>
	<b><u>171,725</u></b>	<b><u>179,053</u></b>
Accrued interest	<u>475</u>	<u>1,363</u>
	<b><u>172,200</u></b>	<b><u>180,416</u></b>
<i><u>Derivative financial instruments designated as held for trading:</u></i>		
Interest rate swaps designated as held for trading	62,253	56,134
CCIRS* and mark-to-market CCIRS swaps designated as held for trading	33,282	28,403
Foreign currency swaps designated as held for trading	8,078	7,439
Other derivative transactions	<u>2,474</u>	<u>1,260</u>
	<b><u>106,087</u></b>	<b><u>93,236</u></b>
<b>Total</b>	<b><u>278,287</u></b>	<b><u>273,652</u></b>



OTP BANK PLC.  
 NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS  
 FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010

**NOTE 4: SECURITIES AVAILABLE-FOR-SALE (in HUF mn)**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Mortgage bonds	802,348	720,260
Bonds issued by NBH	362,516	504,172
Government bonds	315,978	257,571
Other securities	139,068	137,389
<u>- listed securities</u>	<u>15,878</u>	<u>15,878</u>
<i>in HUF</i>	-	-
<i>in foreign currency</i>	15,878	15,878
<u>-non-listed securities</u>	<u>121,511</u>	<u>121,511</u>
<i>in HUF</i>	14,580	14,580
<i>in foreign currency</i>	<u>106,931</u>	<u>106,931</u>
	<u>1,619,910</u>	<u>1,619,392</u>
Accrued interest	37,316	38,575
Provisions	<u>(625)</u>	<u>(5,220)</u>
<b>Securities available-for-sale total</b>	<b><u>1,656,601</u></b>	<b><u>1,652,747</u></b>

An analysis of the changes in the provision for impairment is as follows:

	<b>31 March 2010</b>	<b>31 December 2009</b>
<b>Opening balance</b>	5,220	2,769
Provision for the period	-	5,220
Release of provision	<u>(4,595)</u>	<u>(2,769)</u>
<b>Closing balance</b>	<b><u>625</u></b>	<b><u>5,220</u></b>

**NOTE 5: LOANS, NET OF ALLOWANCE FOR LOAN LOSSES (in HUF mn)**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Short-term loans and trade bills (within one year)	571,102	611,898
Long-term loans and trade bills (over one year)	<u>2,093,945</u>	<u>2,078,523</u>
	<b><u>2,665,047</u></b>	<b><u>2,690,421</u></b>
Accrued interest	20,771	22,061
Provision of impairment on loan losses	<u>(96,311)</u>	<u>(89,587)</u>
<b>Total</b>	<b><u>2,589,507</u></b>	<b><u>2,622,895</u></b>

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 5:      LOANS, NET OF ALLOWANCE FOR LOAN LOSSES (in HUF mn)**  
**[continued]**

An analysis of the loan portfolio by type, before provision for impairment on loan losses, is as follows:

	<b>31 March 2010</b>		<b>31 December 2009</b>	
Commercial loans	1,890,312	71.00%	1,921,905	70.00%
Consumer loans	373,151	14.00%	364,839	14.00%
Municipality loans	181,010	7.00%	178,224	7.00%
Housing loans	145,352	5.00%	149,851	6.00%
Mortgage backed loans	<u>75,222</u>	<u>3.00%</u>	<u>75,602</u>	<u>3.00%</u>
<b>Total</b>	<b><u>2,665,047</u></b>	<b><u>100.00%</u></b>	<b><u>2,690,421</u></b>	<b><u>100.00%</u></b>

An analysis of the loan portfolio by currency is as follows:

	<b>31 March 2010</b>	<b>31 December 2009</b>
In HUF	34%	33%
In foreign currency	<u>66%</u>	<u>67%</u>
<b>Closing balance</b>	<b>100%</b>	<b>100%</b>

An analysis of the change in the provision for impairment on loan losses is as follows:

	<b>31 March 2010</b>	<b>31 December 2009</b>
<b>Opening balance</b>	<b>89,587</b>	<b>45,319</b>
Provision for the period	18,722	76,862
Release	(11,998)	(32,594)
<b>Closing balance</b>	<b><u>96,311</u></b>	<b><u>89,587</u></b>

**NOTE 6:      INVESTMENTS IN SUBSIDIARIES (in HUF mn)**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Investments in subsidiaries:		
Controlling interest	774,179	769,477
Significant interest	-	-
Other	<u>976</u>	<u>975</u>
	<b><u>775,155</u></b>	<b><u>770,452</u></b>
Provision for impairment	(126,465)	(126,545)
<b>Total</b>	<b><u>648,690</u></b>	<b><u>643,907</u></b>

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 6: INVESTMENTS IN SUBSIDIARIES (in HUF mn) [continued]**

An analysis of the change in the provision for impairment is as follows:

	<b>31 March 2010</b>	<b>31 December 2009</b>
<b>Opening balance</b>	<b>126,545</b>	<b>125,995</b>
Provision for the period	-	575
Release of provision	(80)	(25)
<b>Closing balance</b>	<b><u>126,465</u></b>	<b><u>126,545</u></b>

**NOTE 7: SECURITIES HELD-TO-MATURITY (in HUF mn)**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Government bonds	106,689	107,447
Mortgage bonds	60,331	99,220
Hungarian government discounted Treasury bills	397	388
Other securities	-	5,250
	<b><u>167,417</u></b>	<b><u>212,305</u></b>
Accrued interest	6,496	8,422
Provision for impairment	-	(4,164)
<b>Total</b>	<b><u>173,913</u></b>	<b><u>216,563</u></b>

An analysis of the change in the provision for impairment on securities held-to-maturity is as follows:

	<b>31 March 2010</b>	<b>31 December 2009</b>
<b>Openong balance</b>	4,164	-
Provision for the period	(4,164)	4,164
<b>Closing balance</b>	<b><u>-</u></b>	<b><u>4,164</u></b>

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 8: DEPOSITS FROM CUSTOMERS (in HUF mn)**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Within one year:		
In HUF	2,701,803	2,694,633
In foreign currency	<u>674,111</u>	<u>630,457</u>
	<b><u>3,375,914</u></b>	<b><u>3,325,090</u></b>
Over one year:		
In HUF	17,172	16,860
In foreign currency	<u>5,983</u>	<u>3,941</u>
	<b><u>23,155</u></b>	<b><u>20,801</u></b>
	<b><u>3,399,069</u></b>	<b><u>3,345,891</u></b>
Accrued interest	<u>16,840</u>	<u>22,861</u>
<b>Deposits from customers total</b>	<b><u>3,415,909</u></b>	<b><u>3,368,752</u></b>

An analysis of deposits from customers by type, is as follows:

	<b>31 March 2010</b>		<b>31 December 2009</b>	
Retail deposits	1,993,766	59.00%	2,057,361	61.00%
Corporate deposits	1,118,183	33.00%	1,033,705	31.00%
Municipality deposits	<u>287,120</u>	<u>8.00%</u>	<u>254,825</u>	<u>8.00%</u>
<b>Total</b>	<b><u>3,399,069</u></b>	<b><u>100.00%</u></b>	<b><u>3,345,891</u></b>	<b><u>100.00%</u></b>

**NOTE 9: ISSUED SECURITIES (in HUF mn)**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Within one year:		
In HUF	250,125	227,834
In foreign currency	<u>213,113</u>	<u>216,673</u>
	<b><u>463,238</u></b>	<b><u>444,507</u></b>
Over one year:		
In HUF	28,483	22,206
In foreign currency	<u>162,149</u>	<u>140,540</u>
	<b><u>190,632</u></b>	<b><u>162,746</u></b>
<b>Total</b>	<b><u>653,870</u></b>	<b><u>607,253</u></b>
Accrued interest	<u>12,612</u>	<u>11,050</u>
<b>Issued securities total</b>	<b><u>666,482</u></b>	<b><u>618,303</u></b>

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 10: OFF BALANCE SHEET ITEMS AND DERIVATIVE FINANCIAL INSTRUMENTS (in HUF mn)**

**(a) Contingent liabilities and commitments**

	<b>31 March 2010</b>	<b>31 December 2009</b>
Commitments to extend credit	639,061	613,496
Guarantees arising from banking activities	244,060	233,068
Contingent liabilities related to OTP Mortgage Bank Ltd.	93,336	75,215
Legal disputes	32,187	32,012
Confirmed letters of credit	3,500	3,865
Other	<u>4,392</u>	<u>1,586</u>
<b>Total</b>	<b><u>1,016,536</u></b>	<b><u>959,242</u></b>

**(b) Fair value of derivative instruments**

	<b>Fair value</b>		<b>Notional value, net</b>	
	<b>31 March 2010</b>	<b>31 December 2009</b>	<b>31 March 2010</b>	<b>31 December 2009</b>
<b>Interest rate swaps designated as held for trading</b>				
Positive fair value of interest rate swaps designated as held for trading	62,253	56,134	3,194,170	58,203
Negative fair value of interest rate swaps designated as held for trading	(65,002)	(47,065)	(3,197,508)	(45,983)
<b>Foreign exchange swaps designated as held for trading</b>				
Positive fair value of foreign exchange swaps designated as held for trading	8,078	7,439	8,146	7,790
Negative fair value of foreign exchange swaps designated as held for trading	(5,352)	(6,168)	(5,141)	(5,154)
<b>Interest rate swaps designated as hedge accounting relationship</b>				
Positive fair value of interest rate swaps designated in fair value hedge accounting relationships	17,431	14,147	9,440	10,507
Negative fair value of interest rate swaps designated in fair value hedge accounting relationships	(3,127)	(3,569)	(2,673)	(3,740)
<b>CCIRS designated as held for trading</b>				
Positive fair value of CCIRS designated as held for trading	18,717	23,270	8,961	14,951
Negative fair value of CCIRS designated as held for trading	(84,179)	(54,169)	(36,062)	(4,734)
<b>Mark-to-market CCIRS designated as held for trading</b>				
Positive fair value of mark-to-market CCIRS designated as held for trading	14,565	5,133	94,675	40,776
Negative fair value of mark-to-market CCIRS designated as held for trading	(2,751)	(7,348)	18,621	40,803
<b>Other derivative contracts designated as hedge accounting relationship</b>				
Positive fair value of other derivative contracts designated in fair value hedge relationship	-	1	-	(4)
Negative fair value of other derivative contracts designated in fair value hedge relationship	-	-	-	-

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 10: OFF BALANCE SHEET ITEMS AND DERIVATIVE FINANCIAL INSTRUMENTS (in HUF mn) [continued]**

***(b) Fair value of derivative instruments [continued]***

	Fair value		Notional value, net	
	31 March 2010	31 December 2009	31 March 2010	31 December 2009
<b>Other derivative contracts designated as held for trading</b>				
Positive fair value of other derivative contracts designated as held for trading	2,474	1,260	1,726	711
Negative fair value of other derivative contracts designated as held for trading	(2,091)	(4,603)	(1,812)	(12,066)
<b>Derivative financial assets total</b>	<b>123,518</b>	<b>107,384</b>	<b>3,317,118</b>	<b>132,934</b>
<b>Derivative financial liabilities total</b>	<b>(162,502)</b>	<b>(122,922)</b>	<b>(3,224,575)</b>	<b>(30,874)</b>
<b>Derivative financial instruments total</b>	<b>(38,984)</b>	<b>(15,538)</b>	<b>92,543</b>	<b>102,060</b>

As at 31 March 2010 the Bank has derivative instruments with positive fair values of HUF 123,518 million and negative fair values of HUF 162,502 million.

Positive fair values of derivative instruments designated as hedge accounting relationships are included in other assets, while positive fair values of derivative instruments designated as held for trading are included in financial assets at fair value through profit or loss. Negative fair values of hedging derivative instruments are included in other liabilities, negative fair values of derivatives held for trading are included in the negative fair value of derivative financial instruments designated as held for trading line.

Corresponding figures as at 31 December 200 are HUF 107,384 million and HUF 122,922 million.

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 11: NET INTEREST INCOME (in HUF mn)**

	Three month period ended 31 March 2010	Three month period ended 31 March 2009	Year ended 31 December 2009
Interest Income:			
Loans	57,074	72,769	253,822
Placements with other banks	94,892	96,020	353,911
Amounts due from banks and balances with National Bank of Hungary	25,645	11,026	54,087
Securities held for trading	4,052	8,709	52,934
Securities available-for-sale	1,306	1,840	7,026
Securities held-to-maturity	<u>972</u>	<u>912</u>	<u>5,297</u>
<b>Total Interest Income</b>	<b><u>183,941</u></b>	<b><u>191,276</u></b>	<b><u>727,077</u></b>
Interest Expense:			
Amounts due to banks and deposits from the National Bank of Hungary, other banks and the Hungarian Government	81,961	70,353	265,205
Deposits from customers	35,942	49,746	197,585
Liabilities from issued securities	8,953	7,350	32,474
Subordinated bonds and loans	<u>4,014</u>	<u>4,523</u>	<u>17,446</u>
<b>Total Interest Expense</b>	<b><u>130,870</u></b>	<b><u>131,972</u></b>	<b><u>512,710</u></b>
<b>NET INTEREST INCOME</b>	<b><u>53,071</u></b>	<b><u>59,304</u></b>	<b><u>214,367</u></b>

**NOTE 12: RELATED PARTY TRANSACTIONS [in HUF mn]**

The Bank enters into transactions for services with a number of subsidiaries. Such transactions are conducted at rates which approximate market conditions.

Related party transactions can be detailed as follows:

**Transactions with OTP Mortgage Bank Ltd.:**

	31 March 2010	31 March 2009
Loans sold to OTP Mortgage Bank Ltd. with recourse (including interest)	4,346	13,448
The gross book value of the loans	4,343	13,430
Fees and commissions received from OTP Mortgage Bank Ltd. relating to the loans	12,553	11,705
Provision for the repurchase guarantee of non- performing loans	2,846	6,139
Provision for the purchase obligation of the non- performing loans originated by OTP Mortgage Bank Ltd.	4,599	4,056

**OTP BANK PLC.**  
**NOTES TO UNAUDITED, UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2010**

**NOTE 12: RELATED PARTY TRANSACTIONS (in HUF mn) [continued]**

**Transactions related to OTP Factoring Ltd.:**

	<b>31 March 2010</b>	<b>31 March 2009</b>
Loans sold to OTP Factoring Ltd. without recourse (including interest)	6,455	3,310
The gross book value of the loans	15,195	7,223
Provision for loan losses on the loans sold	7,594	3,659
Loss on these transaction (recorded in the unconsolidated financial statements as loan and placement loss)	1,146	254

The underlying mortgage rights were also transferred to OTP Factoring Ltd.