MT 581 - COLLATERAL ADJUSTMENT MESSAGE - MESSAGE INDICATING CHANGES IN THE INTRADAY/INSTANT CREDIT LINE OF DIRECT PARTICIPANTS

The MNB notifies the direct participant by means of a SWIFT MT 581 message in the case of requests for collateral adjustment, end of day and extraordinary revaluation – in the latter case if the intraday/instant credit line has been modified –, and in the case of secured loan disbursement, repayment, accrual of interest and payment of interest, corporate receivables, acceptance and cancellation of loans specified in the framework agreements concluded under the Funding for Growth Scheme (Növekedési Hitelprogram) and in the Product Information Documents as collateral, consideration of liquidity absorbing deposits as collateral or cancellation on the day before maturity, indicating that the intraday/instant credit line has been modified and showing the new limit.

1.1. Message forma description

M/O	Field	Field name	Content
M	20	Transaction Reference Number	16x
M	21	Related Reference	16x
M	23	Further Identification	16x
O	30	Date of Adjustment	6!n
M	35H	Adjustment to the Collateral	[N]3!a15d
M	80C	Reason for Collateral Adjustment	6*35x
O	34B	Outstanding Collateral Value	3!a15d
O	72	Sender to Receiver Information	6*35x

1.2. Field specification

- **Field 20: Transaction Reference Number**

Transaction reference number assigned by the MNB.

- **Field 21: Related Reference**

This field shows field 20 of the MT 298 SMT600 SWIFT messages sent by KELER and, in the case of O/N loan repayment, the O/N loan disbursement transaction number. In the case of all other modifications of an intraday/instant credit line (end of day and extraordinary revaluation, secured loans, corporate receivables, loans acceptable as collateral as specified in the framework agreements concluded under the Funding for Growth Scheme [Növekedési Hitelprogram] and in

the Product Information Documents [hereinafter referred to as NHP collaterals] and liquidity absorbing deposits) and when processed manually, the field contains NONREF

- **Field 23: Further Identification**

  The field always contains the code ADVICE

- **Field 30: Date of Adjustment**

  This field contains the value date of intraday/instant credit line modification

- **Field 35H: Currency Code, Amount**

  The currency code indicates the currency in which the nominal value of the securities is denominated. The amount shows the changes in the collateral defined in the Business Terms and Conditions of Central Bank operations or the NHP collateral at nominal value. The end of the amount is indicated by comma!

  If the first character in the field is N, the amount covers the reduction of the intraday/instant credit line and the collateral, provided that the reduction of the intraday/instant credit line also involves the reduction in the collateral. If the reduction of the intraday/instant credit line does not involve the collateral, the amount following the currency code is zero (HUF0,)

- **Field 80C: Reason for Collateral Adjustment**

  This field following the code_word /COLLVALU/ indicates the currency of the collateral, that is always HUF. After the currency type the amount of the intraday/instant collateral adjustment is indicated.

  In the case of loan disbursement and accrued interest in the framework of covered loan tenders (hereinafter referred to as long-term loan tenders) included in the Business Terms and Conditions of the Central Bank's HUF and foreign exchange market operations, the letter N is placed before the currency, which means a reduction of the intraday credit line.

  If revalued, after the currency type the amount of collateral adjustment resulting from revaluation is indicated. The end of the amount is indicated by a comma.

- **Field 34B: Outstanding Collateral Value**

  This field indicates the currency of the intraday/instant credit line, that is always HUF. After the currency type the amount of the new intraday/instant credit line is indicated for all changes to the intraday/instant credit line. If the new intraday/instant limit is positive, this field will be left out of the message. The end of the amount is indicated by comma.

- **Field 72: Sender to Receiver Information**

  - In case of blocking/unblocking securities

    Customers eligible for intraday/instant credit lines can initiate the blocking/unblocking of securities. The first line of the field contains the /ISIN/code_word, followed by the ISIN – contained in the SMT600 message sent by KELER Zrt. – of the securities involved in the intraday/instant credit line adjustment.

- The second line contains the description of the securities after "//".

    Example:

    :72:/ISIN/HU0000402292

    //A101012B05

- **Revaluation**

    After the /X/ code_word the field indicates FEDEZET ATERTEKELES

- **Disbursement of O/N secured loans and secured loans specified in the framework agreements concluded under the Funding for Growth Scheme (Növekedési Hitelprogram) and in the Product Information Documents (hereinafter referred to as NHP loans)**

    The content of the field following the code_word /X/: HITELFOLYOSITAS

- **O/N and NHP secured loan repayment**

    The content of the field following the code_word /X/: HITELTORLESZTES

- **Interest accruals for long-term loan tenders**

    The content of the field following the code_word /X/: FELHALMOZOTT KAMAT

- **Interest payment for long-term loan tenders**

    The content of the field following the code_word /X/: HITEL KAMATFIZETES

- **Disbursement of long-term loan tenders**

    The content of the field following the code_word /X/: NAPON TULI HITEL FOLYOSITAS

- **Repayment of long-term loan tenders**

    The content of the field following the code_word /X/: NAPON TULI HITEL TORLESZTES

- **Consideration of a liquidity absorbing deposit as collateral and cancellation on the day before maturity**

    The content of the field following the code_word /X/: AZONOSITO/LONGDEPO
    //HOSSZU LEJARATU BETET

- **Changes to NHP collateral**

    /X/AZONOSITO/pillar ID
    //name of NHP pillar and band

- **Consideration/cancellation of corporate receivables**

    /X/AZONOSITO/NVH000000001
    //NAGYVALLALATI HITEL

In the examples above, the third line is used in the case of a positive intraday/instant credit line resulting from the change.

After the code_word /POSLIMIT/, the field contains the currency of the credit line (always HUF) and then the newly set intraday/instant credit line. In this case, a new collateral must be blocked.

/POSLIMIT/HUF123456789,

1.2.1. Example for blocking securities

On 03-10-2010 OTP Bank blocked securities worth CHF 100,000,000 for the purpose of intraday credit line. Collateral value: HUF 99.900.000. Nominal value of initial securities portfolio is CHF 150,000,000, collateral value: HUF 149,500,000.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	OTPHUHB
Message Text	
Transaction Reference Number	:20:COLL000000000158
Related Reference	:21:L00100549421
Further Identification	:23:ADVICE
Date of Adjustment	:30:101003
Adjustment to the Collateral	:35H:CHF100000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF99900000,
Outstanding Collateral Value	:34B:HUF249400000,
Sender to Receiver Information	:72:/ISIN/HU0000401831 //A101012B05
End of Message Text/Trailer	

1.2.2. Example securities unblocking

On 03-10-2010 OTP Bank reduces its securities portfolio of HUF 100,000,000. Collateral value: HUF 99.900.000. Initial other collateral portfolio, nominal value HUF 150,000,000, collateral value HUF 149,500,000.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	OTPHUHB
Message Text	
Transaction Reference Number	:20:COLL000000000157
Related Reference	:21:L00100549422
Further Identification	:23:ADVICE
Date of Adjustment	:30:101003
Adjustment to the Collateral	:35H:NHUF100000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF99900000,
Outstanding Collateral Value	:34B:HUF496000000,
Sender to Receiver Information	:72:/ISIN/HU0000401831 //A101012B05
End of Message Text/Trailer	

1.2.3. Example Positive limit, End of day revaluation

On 03-10-2010, the securities portfolio of OTP Bank of a nominal value of HUF 100.000.000 is terminated due to maturity. Collateral value HUF 99,900,000. loan portfolio (principal+interest) HUF 43,456,789

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	OTPHUHB
Message Text	
Transaction Reference Number	:20:COLL000000000159
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:101003
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF99900000,
Sender to Receiver Information	:72:/X/FEDEZET ATERTEKELES // /POSLIMIT/HUF43456789,
End of Message Text/Trailer	

On 03-10-2010, after the evening collateral revaluation, CIB Bank received the following message, informing it that the value of the collateral changed in the amount of HUF 2,263,483, bringing the new value of the credit line to HUF 79,049,694,822.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	CIBHHUHB
Message Text	
Transaction Reference Number	:20:COLL000000000160
Related Reference	:21:NONREF

Further Identification	:23:ADVICE
Date of Adjustment	:30:101003
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF2263483,
Outstanding Collateral Value	:34B:HUF79049694822,
Sender to Receiver Information	:72:/X/FEDEZET ATERTEKELES
End of Message Text/Trailer	

1.2.4. Example O/N loan disbursement

On the evening of 13-09-2011, an O/N secured loan was disbursed to UniCredit Bank Hungary Zrt. in the amount of HUF 2,886,971,621. The following notification was sent about the modification of the intraday credit line. Starting intraday credit line at hedging value: HUF 10,443,931,955.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	BACXHUHB
Message Text	
Transaction Reference Number	:20:LOAN001002/001
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:110913
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF2886971621,
Outstanding Collateral Value	:34B:HUF7556960334,
Sender to Receiver Information	:72:/X/HITELFOLYOSITAS
End of Message Text/Trailer	

1.2.5. Example O/N loan repayment

On 14-09-2011, UniCredit Bank Hungary Zrt. repaid the O/N secured loan granted on 13-09-2011 in the amount of HUF 2,887,532,977 (loan + interest). Starting intraday credit line: HUF 7,660,838,298; new credit line after repayment: HUF 10,548,371,275.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	BACXHUHB
Message Text	
Transaction Reference Number	:20:LOAN001002/002
Related Reference	:21:LOAN001002/001
Further Identification	:23:ADVICE
Date of Adjustment	:30:110914
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF2887532977,
Outstanding Collateral Value	:34B:HUF10548371275,
Sender to Receiver Information	:72:/X/HITELTORLESZTES
End of Message Text/Trailer	

1.2.6. Example long-term loan disbursement

Erste Bank takes out a 5-year long-term loan in the amount of HUF 1,500,000,000 on 05-12-2022. After accounting is finished, a notification is sent about the loan. As a result of the reduction, the Bank's new intraday credit line is HUF 15,271,419,047.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	GIBAHUHB
Message Text	
Transaction Reference Number	:20:202212054110
Related Reference	:21:NONREF

Further Identification	:23:ADVICE
Date of Adjustment	:30:221205
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/NHUF1500000000,
Outstanding Collateral Value	:34B:HUF15271419047,
Sender to Receiver Information	:72:/X/NAPON TULI HITEL FOLYOSITAS
End of Message Text/Trailer	

1.2.7. Example interest accrual on long-term loans

CIB Bank's 5-year long-term loans accrue interest on 05-12-2022. After the evening revaluation of the loans, a combined notification is sent to each customer about these interest accruals. The interest accrued on 5-year loans until the next working day reduces the value of the intraday credit line by HUF 2,111,176; the new intraday credit line will be HUF 166,459,324,334.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	CIBHHUHB
Message Text	
Transaction Reference Number	:20:CRN00123456
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:221205
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/NHUF2111176,
Outstanding Collateral Value	:34B:HUF166459324334,
Sender to Receiver Information	:72:/X/FELHALMOZOTT KAMAT
End of Message Text/Trailer	

Since MBH Bank has no live long-term loans, interest is not accrued, and the value in field 80C is zero. As a result, the intraday credit line remains unchanged at HUF 54,859,395,313.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	MKKBHUHB
Message Text	
Transaction Reference Number	:20:CRN00123457
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:221205
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF0,
Outstanding Collateral Value	:34B:HUF54859395313,
Sender to Receiver Information	:72:/X/FELHALMOZOTT KAMAT
End of Message Text/Trailer	

1.2.8. Example interest payment on long-term loan

Erste Bank pays HUF 2,947,833 in interest on its 5-year long-term loan(s) on 05-12-2022. After accounting, a notification is sent about the interest payment, based on which the new value of the credit line, increased by the amount of the interest payment, is HUF 2,602,523,533,593.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	GIBAHUHB
Message Text	
Transaction Reference Number	:20:CRN00123456
Related Reference	:21:NONREF
Further Identification	:23:ADVICE

Date of Adjustment	:30:221205
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF2947833,
Outstanding Collateral Value	:34B:HUF2602523533593,
Sender to Receiver Information	:72:/X/HITEL KAMATFIZETES
End of Message Text/Trailer	

1.2.9. Example long-term loan repayment

OTP Bank's 5-year long-term loan of HUF 1,500,000,000 expires on 05-12-2022. After accounting, a notification is sent about the repayment of the loan and the interest (HUF 40,883,750). After the intraday credit line increases due to repayment, the Bank's new credit line is HUF 299,360,019,380.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	OTPVHUHB
Message Text	
Transaction Reference Number	:20:202101273573/027
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:221205
Adjustment to the Collateral	:35H:HUF0,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF1540883750,
Outstanding Collateral Value	:34B:HUF299360019380,
Sender to Receiver Information	:72:/X/NAPON TULI HITEL TORLESZTES
End of Message Text/Trailer	

1.2.10. Example for considering a liquidity absorbing deposit as collateral

Citibank concludes a 2-month deposit transaction in the amount of HUF 100 billion on 05-07-2023. After the deposit transaction is accounted, the deposit is considered as collateral, and a notification is sent. As a result of the increase of the intraday credit line, the Bank's new credit line is HUF 565,328,324,982.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	CITIHUHX
Message Text	
Transaction Reference Number	:20:COLL000000165081
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:230705
Adjustment to the Collateral	:35H:HUF100000000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF100000000000,
Outstanding Collateral Value	:34B:HUF565328324982,
Sender to Receiver Information	:72:/X/AZONOSITO/LONGDEPO //HOSSZU LEJARATU BETET
End of Message Text/Trailer	

1.2.11. Example cancellation of a liquidity absorbing deposit from collateral on the day before expiry

Citibank's 2-month HUF 100 billion deposit expires on 05-07-2023. On the evening of the day before its expiry, the value of the collateral is released in the amount of the deposit. As a result of the decrease in the intraday credit line, the Bank's new credit line is HUF 367,159,325,844.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	CITIHUHX
Message Text	
Transaction Reference Number	:20:COLL000000165082
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:230704
Adjustment to the Collateral	:35H:NHUF100000000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF100000000000,
Outstanding Collateral Value	:34B:HUF367159325844,
Sender to Receiver Information	:72:/X/AZONOSITO/LONGDEPO //HOSSZU LEJARATU BETET
End of Message Text/Trailer	

1.2.12. Example reduction of intraday credit line due to NHP collateral

Gránit Bank takes out an NHP loan in the amount of HUF 132,000,000 on 04-07-2023, 50% of which, in the amount of HUF 66,000,000, is included in the collateral. The Bank's new credit line is HUF 8,530,456,713.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	GNBAHUHB
Message Text	
Transaction Reference Number	:20:COLL000000165697
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:230704

Adjustment to the Collateral	:35H:NHUF132000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF66000000,
Outstanding Collateral Value	:34B:HUF8530456713,
Sender to Receiver Information	:72:/X/AZONOSITO/CU10000000053 //NHP IIE HAIRCUT – SAV1
End of Message Text/Trailer	

1.2.13. Example increase of intraday credit line due to NHP collateral

KDB Bank repays the NHP loan in the amount of HUF 88,000,000 on 04-07-2023, 50% of which, in the amount of HUF 44,000,000 is included in the collateral. The Bank's new intraday credit line is HUF 5,832,486,464.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	KODBHUHB
Message Text	
Transaction Reference Number	:20:COLL000000165699
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:230704
Adjustment to the Collateral	:35H:HUF88000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF44000000,
Outstanding Collateral Value	:34B:HUF5832686464,
Sender to Receiver Information	:72:/X/AZONOSITO/CU10000000053 //NHP IIE HAIRCUT – SAV1
End of Message Text/Trailer	

1.2.14. Example consideration of corporate receivables as collateral

The MNB accepts OTP Bank's corporate claim in the amount of HUF 10,000,000, which is included in the collateral on 04-06-2023. As a result of the increase of the intraday credit line, the Bank's new credit line is HUF 965,358,148,325.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	OTPVHUHB
Message Text	
Transaction Reference Number	:20:COLL000000165802
Related Reference	:21:NONREF
Further Identification	:23:ADVICE
Date of Adjustment	:30:230604
Adjustment to the Collateral	:35H:HUF10000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF10000000,
Outstanding Collateral Value	:34B:HUF965358148325,
Sender to Receiver Information	:72:/X/AZONOSITO/NVH000000001 //NAGYVALLALATI HITEL
End of Message Text/Trailer	

1.2.15. Example deduction of corporate receivables from collateral

Due to the repayment of corporate receivables by Duna Takarékbank in the amount of HUF 75,000,000, the amount is deducted from the collateral on 06-06-2023. As a result of the reduction of the intraday credit line, the Bank's new credit line is HUF 60,893,265,985.

Explanation	Format
Sender	MANEHUHB
Message Type	581
Receiver	DTBAHUHB
Message Text	
Transaction Reference Number	:20:COLL000000165803
Related Reference	:21:NONREF

Further Identification	:23:ADVICE
Date of Adjustment	:30:230606
Adjustment to the Collateral	:35H:NHUF75000000,
Reason for Collateral Adjustment	:80C:/COLLVALU/HUF75000000,
Outstanding Collateral Value	:34B:HUF60893265985,
Sender to Receiver Information	:72:/X/AZONOSITO/NVH000000001 //NAGYVALLALATI HITEL
End of Message Text/Trailer	