

Agreement

for the off-site storage of the central bank's cash stock

entered into by and between the Magyar Nemzeti Bank, 1054 Budapest, Szabadság tér 8-9. (hereinafter: MNB), on the one part, and ... (cash handler's name), ... (company registry no.) (hereinafter: Cash Handler), on the other part, collectively: Parties, for the storage and management of some of the MNB's cash stock in the Cash Handler's storage facility/facilities as follows.

1. The Parties agree that the Cash Handler will store cash in the ownership of the MNB in the amount of up to HUF ... (hereinafter: central bank cash stock stored off-site) in its storage facility/facilities specified in the Annex hereto and be authorised to carry out cash operations specified in paragraph 2 of section 2.

The Cash Handler may, as part of the central bank cash stock stored off-site, up to the amount specified in paragraph 1 of this section, also store the cash that it takes over from MNB account holders in order to deposit it into their account kept with the MNB in its storage facility/facilities and carry out cash operations specified in paragraph 2 of section 2.

The MNB hands over to the Cash Handler only coins as central bank cash stock stored off-site.

The Parties will, on an ongoing basis, check the value of the framework amount of central bank cash stock stored off-site specified in paragraph 1 of this section and, if needed, decide on its change by way of modification of this agreement.

2. The Cash Handler stores and protects the central bank cash stock stored off-site at its sole risk and is obliged to compensate the MNB for any loss that may, for any reason, materialise in it.

The Cash Handler is under obligation to assume the risk of loss or damage from the date of its receiving cash forming part of the central bank cash stock stored off-site from the MNB or an MNB account holder.

The Cash Handler may only use the central bank cash stock stored off-site to provide exchange service (banknotes and coins) for its own customers and MNB's HUF account-holder customers, arrange the inpayment and outpayment of coins by MNB's HUF account-holder customers and manage the delivery and acceptance procedure between the entities that have concluded an agreement with the MNB for the off-site storage of the central bank's cash stock with the proviso that the value of the central bank cash stock stored off-site may not exceed the framework amount specified in paragraph 1 of section 1 and that the maximum value of the banknotes handled as part of the central bank cash stock stored off-site is 30% of the framework amount, but in no case higher than HUF 300 million.

The Cash Handler is obliged to hand over the coins and banknotes in excess of the quantity specified in paragraph 2 of this section to the MNB in accordance with section 8.

The value of the central bank cash stock stored off-site must, at all times, tally with the stock regulated in Section 5, Chapter II of and Chapter I of Annex 1 to the Business Terms for operations conducted in cash for entities with a HUF account kept with the MNB and cash handlers (hereinafter: Business Terms) and registered in the WebeC system.

3. The Cash Handler may only place the central bank cash stock stored off-site in a facility/facilities specified in the business licence issued to it that complies/comply with the conditions set by the MNB for the storage of coins on the basis of HFSA's recommendation no. 10/2001 on the security-related conditions of the operation of financial institutions and the requirements laid down in MABISZ's recommendation on the technical conditions of theft and armed robbery protection referenced therein, using the method of index-linking¹. In arranging the storage facility/facilities, it is important that the requirements set forth in Act XXXI of 1996 on Fire Protection, Rescue Activities and the Fire Protection Authority and in Decree no. 28/2011 of 6 September 2011 of the Ministry of the Interior on the publication of the National Fire Protection Regulations should be observed.

The Cash Handler is under the obligation to store the central bank cash stock stored off-site separately from its own stock and from those that it handles on commission from third parties in a facility that is secured by way of an at least double lock scheme, in a processed and quantifiable manner (rolls of coins in coin wrappers placed in boxes, plastic packaging or sacks sealed with a ribbon; banknotes in bundles or stacks, with the remaining notes furnished with bill straps).

4. The Cash Handler prepares and sends a stock report on the end-of-the day closing balance of the central bank cash stock stored off-site in accordance with the applicable stipulations of Chapter IV of the Business Conditions to the MNB.
5. The Cash Handler lays down the internal regulations (administrative order) applicable to the fulfilment of the tasks that it has to perform under this agreement.
6. The Cash Handler tends to the duties arising from its storage and safe-keeping obligations and bears the costs incurred in connection with that.
7. The Cash Handler provides adequate guarantee (e.g. insurance coverage, bank guarantee, etc.) for the framework amount under paragraph 1 of section 1). The Parties enter into a separate agreement (a Supplementary Agreement) on the conditions for guarantee.
8. The MNB undertakes to exchange the cash in an amount not exceeding the amount specified in paragraph 1 of section 1 delivered by the Cash Handler in the form of either banknotes or coins packaged in accordance with the packaging criteria laid down in the Business Terms exclusively into coins in the denomination composition requested by the Cash Handler. Furthermore, it satisfies the Cash Handler's need to deposit cash from the central bank cash stock stored off-site with the MNB and its need to withdraw cash from the MNB in order to deposit it onto the central bank cash stock stored off-site.

¹ The MNB uses the following formula to establish the security conditions of the protection category included in the MABISZ recommendation that the Cash Handler must meet in order to be able to store the required central bank cash stock stored off-site:

$$\frac{\text{number of the coins in the required denomination} \times \text{the nominal value of the coins in the required denomination}}{\text{index pertaining to the denomination required}}$$

The indexes pertaining to the individual coin denominations are as follows:

HUF 200: 38. HUF 100: 76. HUF 50: 152. HUF 20: 380. HUF 10: 760. HUF 5: 1520

The Public Notice on the charges and separate charges related to the cash operations performed by the MNB for customers keeping a HUF account with the MNB and cash handlers and the procedural rules for their financial settlement applies to the fees charged for the provision of denomination exchange services, cash withdrawals and cash deposits.

The Cash Handler gives the MNB prior notification of its request for denomination exchange services, cash withdrawals and cash deposits in accordance with the relevant provisions of Chapter IV of the Business Terms. Such prior notification obligation does not apply to the deposit of banknotes in accordance with paragraph 3 of section 2.

The Cash Handler may initiate denomination exchange, cash withdrawals and cash deposits during the business hours specified in Chapter II of the Business Terms for operations involving the central bank cash stock stored off-site or, based on prior discussions with the MNB, outside the business hours.

The Parties settle in cash any difference identified in the course of the processing at the MNB of the cash delivered for the purpose of denomination exchange and cash depositing on the basis of the records issued by the MNB within 3 working days from receipt of the records establishing the difference.

If difference means a shortfall, and the Cash Handler fails to remedy such shortfall within 3 working days, the MNB will act in accordance with paragraph 3 of section 9.

9. The MNB is entitled to inspect and check on the central bank cash stock stored off-site in terms of its amount, denomination composition and storage conditions at the Cash Handler's facility/facilities at any time without prior notification. The MNB's right of inspection also extends to the stock report under section 4 and the internal regulations (administrative order) under section 5.

If, in the course of the inspection, the MNB identifies shortfalls, the Cash Handler undertakes to settle such shortfall by transferring the amount of the shortfall to the bank account specified by the MNB in 15 calendar days from receipt of the records establishing the shortfall.

If, for any reason, the shortfall is not covered in 15 calendar days from receipt of the records establishing the shortfall, the MNB will satisfy its claim from the guarantee under section 7. Subsequently, the MNB, applying section 10 as appropriate, will hand over coins to the Cash Handler in an amount equal to the amount of the shortfall in order for the central bank cash stock stored off-site in the Cash Handler's facility to be supplemented to its current amount.

10. Subsequent to the entry into force of this agreement, the MNB will hand over the central bank cash stock to be stored off-site in a facility designated for the acceptance and delivery of valuables at the MNB Logistics Centre (1239 Budapest, Európa út 1.) during the business hours specified in Chapter II of the Business Terms for operations involving the central bank cash stock stored off-site. The Cash Handler undertakes to notify the MNB of its intention to take over the central bank cash stock stored off-site via e-mail (kpl@mnb.hu) until 16:00 hours on the working day preceding the day of acceptance, indicating the time of the acceptance, the name of the representative authorised to accept, the licence number of the transport vehicle as well as the requested amount and denomination composition.

The MNB issues an electronic certificate recording the delivery and acceptance of the central bank cash stock stored off-site, setting out the date of the delivery and acceptance event, the

denomination, number and value of the coins handed over and the respective names and electronic signatures of the representatives of the Parties authorised to deliver/accept.

In order to furnish their respective electronic signatures, the representatives of the Parties authorised to deliver and accept use a card issued by service provider Giro Zrt. containing certification and suitable for providing digital signatures.

If the electronic signature function does not operate in the course of the delivery and acceptance procedure, the document evidencing the fact of the delivery and acceptance will be printed out from the MNB's IT system (IER) and the authorised representatives of the Parties sign the print-out.

The Cash Handler is obliged to ensure that the sealed packaging sacks and/or larger-size storage units are shipped to its storage facility/facilities and provide for the conditions required for that (e.g. transport vehicle, personnel and accompanying vehicles/persons) at its own costs.

11. In order for this agreement to come into effect, the documents evidencing the availability of the guarantee under section 7 must be submitted to the MNB and the Supplementary Agreement under section 7 must be signed by the Parties.
This agreement comes into effect at the date when all the above conditions are satisfied.
12. This agreement has been concluded for an indefinite term and can be terminated any time by either Party by sending the other party a written declaration stipulating a 15-day notice period.

The Party exercising the right of termination is obliged to ship back the central bank cash stock stored off-site to the MNB's facility designated for the delivery and acceptance of valuables within 3 working days from the termination of this agreement at its own cost.

13. The MNB is entitled to terminate with immediate effect if
 - a) it establishes shortfalls in the course of its inspections;
 - b) the Cash Handler uses the central bank cash stock handed over to it for off-site storage for purposes other than those set forth in section 2;
 - c) the Cash Handlers stores the central bank cash stock handed over to it for off-site storage in a storage facility/facilities that does not meet the requirements of paragraph 1 of section 3 and/or in a manner other than what is stipulated in paragraph 2 of section 3;
 - d) the Cash Handler fails to comply with its stock report sending obligation or complies with it in a manner other than what is stipulated in section 4;
 - e) the Cash Handler fails to comply with the Supplementary Agreement under section 7;
 - f) a bankruptcy, liquidation or dissolution procedure is launched against the Cash Handler;
 - g) the MNB revokes, for any reason, the Cash Handler's cash processing licence.

The Cash Handler is obliged to deliver the central bank cash stock stored off-site back to the facility designated for the delivery and acceptance of valuables at its own cost within 3 working days from receipt of the MNB's notification of termination of this agreement with immediate effect.

14. Any issue not regulated in this agreement is governed by the applicable provisions of the Business Terms and the Civil Code.

Budapest,

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Magyar Nemzeti Bank

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Cash Handler

The storage facility of the central bank cash stock handed over by the MNB for off-site storage to

In order to facilitate the denomination exchange, conversion, inpayment and outpayment of cash, the MNB hands over from its cash stock coins in an amount specified in the agreement for off-site storage in the storage facility/facilities of indicated below.

Address of storage facility/facilities	Amount of the central bank cash stock handed over for off-site storage (Forint)

Budapest,

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Magyar Nemzeti Bank

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Cash Handler

Supplementary Agreement

entered into by and between Magyar Nemzeti Bank, 1054 Budapest, Szabadság tér 8-9. (hereinafter: MNB), on the one part, and ... (Cash handler), ... (company registry no.) (hereinafter: Cash Handler), on the other part, collectively: Parties, as follows:

1. The objective of this agreement is to lay down the rules applicable to the provision of the guarantee specified in Section 7 of the agreement to be concluded by the Parties for the storage of the central bank's cash stock in the Cash Handler's storage facility/facilities and the performance of cash operations therewith (hereinafter: Agreement).
2. The MNB accepts the insurance for which the Cash Handler entered into contract with ... Insurance Company as the Cash Handler's guarantee, which
 - contains both property and liability insurance components;
 - provides coverage for the damage that may be incurred with respect to the central bank cash stock stored off-site in the course of storage, safe-keeping, processing and cash-in-transit services;
 - provides coverage for the damage that may be incurred with respect to the central bank cash stock stored off-site as a result of a fraudulent act committed by any of the Cash Handler's employees or any of the Cash Handler's executives in any position, and
 - contains a stipulation on the status of the MNB as a beneficiary for the eventuality of an insured incident affecting the central bank cash stock stored off-site.
3. The Cash Handler undertakes to maintain the insurance under section 2 continuously during the entire term of its contractual relationship with the MNB and to comply with its insurance premium payment and other obligations arising from the insurance contract in a contractual manner. The Cash Handler sends the MNB a copy of the document confirming and evidencing the payment of the current insurance premium within 5 days from the date when the insurance premium falls due.
4. The Cash Handler notifies the MNB without delay of any change to the terms of the insurance that may affect the services to which the MNB is entitled under the insurance contract.
5. If any loss that may, for any reason, materialise in the central bank cash stock stored off-site fails to be remedied in accordance with the applicable provisions of Sections 8 and 9 of the Agreement, or any other insured event related to the central bank cash stock stored off-site occurs, the Cash Handler shall notify the insurance company it entered into contract with without delay and shall take all the steps that are necessary under the insurance contract for the insurance company to be able to provide the services to which the MNB is entitled.
6. Section 5 does not affect the Cash Handler's obligation to pay the deductible under the insurance contract, the performance deadline of which is 15 days from the occurrence of the insured event.

Budapest,

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Magyar Nemzeti Bank

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Cash Handler

