



## 2023 fourth quarter business report summary

The Budapest Stock Exchange's net profit for 2023, which includes the result attributable to the BSE from the KELER Group, is 5.835 billion forints. The EBITDA value in 2023 was 1 361 million forints, which is 16% lower than the value achieved in 2022.

The Budapest Stock Exchange's revenue amounted to 3,572 billion forints at the end of December 2023, of which 899 million forints of revenue were attributed to the fourth quarter alone. The adjusted revenue growth without subsidies was 946 million forints for the quarter. Although trading revenues decreased by 30% compared to the previous year, the exchange was able to grow revenues in two other segments, issuer and marketdata sales revenues, by 9% and 13% respectively in 2023.

The average equity market turnover in the fourth quarter was 10.44 billion forints, exceeding the first three quarters' average turnover of 9.65 billion forints. Compared to the same period of the previous year, the Q4 2023 turnover was 19% higher than the 8.76 billion forints. On an annual basis 2023 equity market turnover was 32% lower than the previous year.

As of December 2023, the BSE had 155 issuing companies' securities listed. In the fourth quarter, shares of 3 new issuing companies were introduced to the regulated market (Shopper Park Plus Plc., Biggeorge REIT Plc.) and on Xtend (STRT Plc.), in addition, bonds worth 222 billion HUF were introduced in 26 instances.

The market data sales segment generated revenue of 1 357 million forints in 2023, which is higher than the previous year by 13%.

The result of financial operations reached 308 million forints during the year, of which 109 million forints were attributed to the fourth quarter. This represents an increase of 250 million forints compared to last year, primarily due to the changed interest rate environment and the effects of changes in the EUR/HUF exchange rate.

In the last quarter, the adjusted expenditures amounted to 592 million forints, which is 78 million forints lower than the same period of the previous year. For the entire year of 2023, the adjusted expenditures amounted to 2.339 billion forints.

The KELER Group achieved a pre-tax profit of 3.501 billion forints in the fourth quarter of 2023, thanks particularly to the favorable interest rate environment and a large number of new securities issuances. The pre-tax profit for the entire year of 2023 was 12.448 billion forints. Alongside a stable core business, business revenues in the fourth quarter of 2023 exceeded the same period of the previous year by 15%, and for the entire year, revenues increased by 38% (income from primary activities). The costs of the securities depository and clearing house were 812.5 million HUF lower in the fourth quarter of 2023 than in the fourth quarter of 2022, with a 7% decrease for the whole year.

The BSE performs a company valuation for the KELER Group as part of its annual report, the result of which is not known at the time of this publication and could significantly change the final net result (with impairment charges or reversal of previously recognized impairments).

The BSE's free cash flow for the entire last year was +762 million HUF, which is 23% lower than the 989 million HUF in 2022.



Results	data in million HUF	2023 Q1-Q4	2022 Q1-Q4	Change %
<b>Revenues</b>		<b>4 427</b>	<b>4 287</b>	<b>+3%</b>
<b>Revenues without subsidies (Adjusted revenues)</b>		<b>3 699</b>	<b>3 856</b>	<b>-4%</b>
from Trading fees		989	1 412	-30%
from Exchange issuer fees		1 157	1 057	+9%
from market data sales revenue		1 357	1 196	+13%
<b>Operating expenses before taxes and depreciation</b>		<b>-3 067</b>	<b>-2 663</b>	<b>+15%</b>
<b>Operating expenses without subsidies (Adjusted operating expenses)</b>		<b>-2 339</b>	<b>-2 232</b>	<b>+5%</b>
Impairment and reversal		1	-5	
<b>EBITDA</b>		<b>1 361</b>	<b>1 619</b>	<b>-16%</b>
Depreciation, amortization		-332	-316	+5%
Result attributable to BSE from KELER Group		5 119	2 448	+109%
Impairment/reversal of impairment of KELER Group*		0*	-3 953	
Result of financial operations		308	58	+431%
Profit tax, business tax, innovation contribution		-621	-69	+800%
<b>Net profit</b>		<b>5 835</b>	<b>-213</b>	

\* Related information is not yet available

Cash-flow	data in million HUF	2023 Q1-Q4	2022 Q1-Q4	Change %
Free cash flow		762	989	-23%

The results presented in this report are unaudited, and the statements and information are based on the BSE and the KELER Group's internal accounting records. This report is a non-regular publication about the BSE's Q4 2023 business operations and does not qualify as regulated information, hence it does not contain many values and information that appear in reports subject to regular publication obligations, such as our Annual Report or Semi-Annual Report. The BSE does not publish quarterly reports in accordance with the rules of regular information, however, it may continue to publish occasional reports like this in the future.