TVK-GROUP HALF YEAR REPORT FOR 2010

Tisza Chemical Group Public Limited Company (TVK Plc) (Reuters: TVKD.BU, website: www.tvk.hu) has published its results for the first half of 2010 today. The data presented in the TVK Plc's Half Year report for 2010 are not audited and should not be treated as final. The term „TVK Group level data" is used in this report to refer to the figures of TVK Plc and its affiliates consolidated in line with the International Financial Reporting Standards (IFRS). 7 subsidiaries, 1 affiliated business and 1 non-participating business were fully consolidated while 1 business was consolidated by the equity method.

TVK Group Financial Overview

(IFRS) million HUF	*2009 Q2*	*2010 Q2*	*Var %*	*2009 H1*	*2010 H1*	*Var %*
Net sales	52,184	87,722	68.1	109,771	172,558	57.2
EBITDA	(3,868)	5,852	-	(2,019)	8,362	-
Operating profit/loss (-)	**(7,050)**	**2,605**	**-**	**(8,379)**	**1,950**	**-**
Profit/loss of financial transactions (-)	2,286	(2,464)	-	(1,201)	(2,435)	-
Shareholder's net profit (loss)	**(4,698)**	**26**	**-**	**(8,996)**	**(589)**	**-**
Operating cash flow	3,452	11,930	245.6	3,464	4,524	30.6

(IFRS) million EUR	*2009 Q2*	*2010 Q2*	*Var %*	*2009 H1*	*2010 H1*	*Var %*
Net sales	182.5	319.7	75.2	378.2	635.6	68.1
EBITDA	(13.5)	21.3	-	(7.0)	30.8	-
Operating profit/loss (-)	**(24.7)**	**9.5**	**-**	**(28.9)**	**7.2**	**-**
Profit/loss of financial transactions (-)	8.0	(9.0)	-	(4.1)	(9.0)	-
Shareholder's net profit (loss)	**(16.4)**	**0.1**	**-**	**(31.0)**	**(2.2)**	**-**
Operating cash flow	12.1	43.5	260.1	11.9	16.7	39.6

Note: Calculated using the average mid FX rate quoted for the period by the National Bank of Hungary

Operating profit amounted to HUF 2,605 million in the second quarter of 2010 as opposed to the loss of HUF 655 million realized in the first quarter. The increase was caused by the favorable changes in the polymer and olefin product prices and price ratios while the weakening of the EUR and of the HUF against the USD, the increasing energy prices and furthermore the lower production and sales volumes due to the periodic turnaround had an unfavorable impact.

The significant improvement of the operating profit in the first half of 2010 as opposed to the same period of the previous year was the result of the increased integrated petrochemical margin, the growing production and sales volumes, the positive changes in the olefin by-products, the shrinking natural gas and electric energy prices and the efforts made to improve efficiency.

- **Overall capacity utilization showed a year on year upturn of 13 percentage points** in H1 2010 compared to the first half of 2009 due to the lack of breakdowns - despite the periodic turnaround in one of the olefin plants and in several polymer plants in the second quarter of 2009 as well as of 2010. Capacity utilization in Q2 2010 decreased by **15 percentage points** year on year due to the shutdown for maintenance purposes.
- **Polymer production and sales increased by** 14% and 9%, respectively in H1 2010 compared to the same period of the previous year. Due to the final shutdown of the LDPE-1 plant in March, 2009 the production share of LDPE dropped but it was accompanied by the growth of HDPE. On the basis of the H1 data 9% of the polymer production is LDPE, 56% is HDPE and 35% is PP type. **Polymer production and sales were** 15% and 12%, respectively, lower in Q2 2010 than in Q1 because of the periodic maintenance.
- As regards the sales and procurement in foreign currency, **HUF 249 million realized and HUF 831 million non-realized exchange gain arose on accounts payable/accounts receivable** due to the fluctuation of the HUF rate. Exchange gain of HUF 602 million was booked in the same part of previous year.
- The loss on financial operations of HUF 2,435 includes **realized exchange loss of HUF 2 million and unrealized exchange loss of HUF 1,575 million** relating to loans and assets denominated in foreign currency
- EBITDA played a major role in the fact that **operating cash flow** amounted to HUF 4,524 million. The cash flow-decreasing effect of the change of the working capital elements was basically the result of the increased accounts receivable which followed from the higher volumes sold and the increasing prices.
- As of June 30, 2010 the debt from the revolving loan received from the mother company amounted to EUR **45 million** (as of December 31, 2009 it was EUR 35 million) due to the repayments and call downs during the year.
- The net losses of the group amounted to HUF 589 million in the first half of 2010. The parent company of TVK incurred only the liability to pay industry tax. The negative deferred tax is mainly due to the growth of the accrued loss that can be taken into account when calculating the tax base.

CEO of TVK Plc., Olvasó Árpád, emphasized:
"We are proud to report not just that our operating profit improved considerably in the first half of 2010 compared to both H1 and H2 of 2009, but our net profit turned to positive during the second quarter. We continue to focus on exploring the EBIT increasing possibilities in the operation. The efficiency improvements and the strict cost control contributed to the revival of the profitability. The periodic turnaround works - which are indispensable to the smooth and safe operation of the production units both on the short and on the long term - were performed successfully within deadline in the Olefin-2 plant and two polymer plants."

Operating environment

In H1 2010 y-o-y the average LDPE prices (ICI's lor fd NWE), HDPE and polypropylene prices **rose by** 55%, 32-36% and 57-64% respectively. The average quoted price (FOB med) of naphtha went up by 62% to 677 USD/t during the first half of the year. The HUF strengthened against the EUR and USD by almost 6% alike, while the EUR/USD cross rate remained stable. As a result of this, the average integrated petrochemical margin increased by 3% in HUF terms and by 10% in EUR terms in the H1 2010 y-o-y. Exchange rate changes had a negative impact on TVK Group level operating profits during the period.

In Q2 2010q-o-q the average LDPE prices (ICI's lor fd NWE), HDPE and polypropylene prices **rose by** 13%, 3% and 19-20%, respectively. In USD terms the price of the naphtha necessary to monomer production decreased by almost 2%. The HUF depreciated by 11% against the USD and by 2 % against the EUR, with the latter depreciating against the dollar by 8%. Due to the afore-mentioned factors the integrated petrochemical margin increased by 13% in EUR terms and by 16% in HUF terms in the second quarter of 2010 compared to the previous quarter.

Financial overview

Profit and Loss Statement

In the first half of 2010, the total operating income of TVK Group hiked by 56% year on year and amounted at HUF 174,077 million. Within this, the **other operating income** was HUF 1,519 million, showing a modest change compared to the basis period. The exchange gain on accounts receivable and accounts payable was higher with HUF 478 million due to the fluctuation of the HUF rate during the year, while the income from the sale of the CO2 emission quota was more with HUF 443 million a year ago.

In H1 2010, the Net **sales of TVK Group** amounted to HUF 172,558 million which is HUF 62,787 million more than in the first six months of 2009 due to the higher prices and sales volumes which was partly moderated by the impact of exchange rate fluctuations.

Factors influencing product sales of TVK Plc, H1 2010 – H1 2009 (million HUF)

	Effect of variance in price	Effect of variance in exchange rates	Effect of variance in volume	Total
Olefin	20,143	(1,898)	10,787	**29,032**
LDPE	3,924	(486)	118	**3,556**
HDPE	14,856	(2,885)	8,219	**20,190**
PP	13,540	(1,560)	(510)	**11,470**
Total	**52,463**	**(6,829)**	**18,614**	**64,248**

In H1 2010 TVK Plc. realized 50% of its sales revenues from **export sales**. Germany (18%), Italy (16%), Poland (15%), Austria (4%), France (3%) and the United Kingdom (2%) represented the majority of export sales.

Distribution of TVK Group sales incomes by production units, H1 2010 (million HUF)

	Domestic sales	Export sales	Total sales
Olefin	50,479	6,203	**56,682**
LDPE	5,059	6,919	**11,978**
HDPE	5,462	51,224	**56,686**
PP	17,704	19,094	**36,798**
Income from other business activities	4,733	90	**4,823**
Effect of consolidation	5,182	409	**5,591**
Total	**88,619**	**83,939**	**172,558**

The raw material costs of **TVK group** increased by HUF 56,041 million (64%) to HUF 143,372 million mainly as the consequence of the growing purchased materials cost, while the energy costs decreased. The higher costs reflect the rise of the quoted price of feedstock used for producing monomers but the effect was compensated substantially by the appreciation of HUF against the dollar. In addition to this, the higher utilized feedstock volume entailed the increase of costs as well. The energy costs dropped by 21%, mainly as a result of the shrinking electric energy and natural gas prices. The higher production volumes increased also the utilized energy quantity.

Variances in key feedstock costs incurred by TVK Plc, H1 2010 – H1 2009 (million HUF)

	Effect of variance in volume	Effect of variance in price	Effect of variance in exchange rates	Total
Naphta and light hydrocarbons in total	2,930	39,043	(3,273)	**38,700**
Gas oil	19,747	995	(303)	**20,439**
Chemical feedstock in total	**22,677**	**40,038**	**(3,576)**	**59,139**

Material type services shrank by HUF 239 million (-3%) due to the lower amounts spent on maintenance services, craning-cleaning, research and development, and labor hiring counterbalanced by the higher transportation costs and agency commissions incurred as the result of the larger volumes sold.

Sales income compensated for the variance in **costs of goods sold** and in the value of **mediated services**. The drop of 19% in mediated services reflects the reduction of the income from the energy services mediated by TVK Erőmű Kft.

The TVK group level **personnel expenses** fell by HUF 173 million (4%) which is the joint result of the staff reduction and of the lower wage contributions resulting from changes in the statutory regulations.

The **other operating expenses** dropped by HUF 699 million because the expense of HUF 471 million booked when accounting the 2008 emission quota increases the costs incurred in the first half of 2009

The change in inventory of finished and semi-finished products rose by HUF 2,124 million in H1 2010 the main reason of which was the increased own unit cost, which follows from the growing feedstock prices and the resulting appreciation of the inventory. In addition to this, the volume of self-manufactured olefin and polymer inventories modestly increased at the end of June 2010 compared to the extremely low level thereof in December 2009.

Capitalized own performances totaled at HUF 690 million, the difference from the basis period is related to the olefin reconstruction work realized in the last year.

The **Group level consolidated operating profit** (EBIT) amounted to HUF 1, 950 million in the first six months of 2010 compared to the loss of HUF 8,379 million in the first half of 2009.

As opposed to the loss of HUF 1,201 million in the basis period, the group reported a **loss on financial operations** of HUF 2,435 million in the first half of 2010. Interest income of the group and paid interest decreased by HUF 223 million and HUF 144 million, respectively. HUF 298 million more realized exchange loss and HUF 804 million more non-realized exchange loss was accounted on FX loans received and other assets denominated in foreign exchange. The revolving FX credit received from the mother company amounted to EUR 45 million at the end of the reporting period (EUR 20 million less than at the end of March 2010) due to the loans withdrawn and repaid during the period.

In H1 2010 TVK Group **profit before taxes** amounted to a loss of HUF 484 million showing a year on year increase of HUF 9,109 million. The **income tax expense was HUF** 483 million, the mother company reported only industry tax. Deferred tax amounted to the negative figure of HUF 378 million and is mainly due to the growth of the accrued loss that can be taken into account when calculating the tax base. **Shareholders' net loss** was HUF 589 million.

Balance Sheet figures

The value of the **total assets** of TVK Group as at June 30, 2010 stood at HUF 218,801 million.

The consolidated value of **non-current assets** amounted to HUF 134,885 million as of June 30, 2010, lower by 3% than on June 30, 2009 mainly due to the lower value - attributable to booked depreciation - of tangible assets.

The value of **current assets** went up by 33% to HUF 83,916 million including a 10% year on year increase in inventories basically due to the inventory gain resulting from the growing feedstock prices. In addition to this, the polymer stocks - which were at an extremely low level at the end of June 2009 - increased which was partly mitigated by the volume reduction in the purchased olefin feedstock. The much higher selling prices and sales volumes explain the hike of 83% in trade receivable since the end of June 2009. The value of other current assets declined by 31% which is attributable mainly to recognizing a revolving facility extended to the parent company at the end of June 2009 which decreased by 98% at the end of the reporting period while the amount of refundable VAT surged. However, the amount of the reclaimable corporate tax was 86% lower than a year ago. **Shareholder's equity** amounted to HUF 136,689 million on June 30, 2010, altogether lower by 1% than on June 30, 2009. The decrease is attributable to the variance in the value of the profit/loss after taxation.

The portfolio of **long term debts** has increased by 97% since June 30, 2009. This is due to the fact that the maturity of the foreign currency loan received from the parent company was within the year in 2009 and was thus registered as current liabilities. In 2010 however the revolving loan of the parent company also appeared in addition to the subsidiary loans.

The value of **current liabilities** rose by 14% to HUF 47,232 million from June 30, 2009 to June 30, 2010. The growth reflects the increase of accounts payable resulting from the increase of both the price and the volume of feedstock purchased for the olefin plant. In addition to this, the short term part of long term loans dived by 93% since June 30, 2009 due to the repayment effected.

Cash flow

Based on the group level cash flow statement of TVK dated June 30, 2010 **the cash and cash equivalents** have increased by HUF 2,333 million since the beginning of the year.

Operating cash flow amounted to HUF 4,524 million. EBITDA increased the cash flow by HUF **8,362** million however the changes in working capital (inventories, trade accounts receivable and payable, other receivables and other current liabilities altogether) decreased the cash flow by HUF **4,524** million. The cash flow deteriorating effect of the changes in the inventory follows from the fact that the inventory of self-manufactured olefin and polymer products furthermore the olefin feedstock inventories were revalued because the olefin feedstock prices increased since December 2009 furthermore the volume of self-manufactured olefin and polymer products slightly grew while the quantity of the olefin feedstock inventories reduced. The reason of the increase of accounts receivable was that the sales prices and quantities were higher in the second quarter of 2010 than in the fourth quarter of 2009 (which determine the year-end accounts receivable). The higher value of accounts payable was triggered by the higher price paid for and the higher quantities purchased of olefin feedstock in June 2010 than in December 2009, although the reduction in volume of the non-feedstock suppliers partially compensated for this as most suppliers sent the invoices at the end of the year and then the inventory reduced back to the normal level during the year. Mainly the growth of VAT is reflected in the cash flow deteriorating effect of the increased amount of other receivables compared to December 2009. Other current liabilities also went up due to the increased balance of accrued costs. The adjustment of the taxes paid against the profit/loss increased the cash flow by HUF 1,938 million because of the refund of the corporate tax and special tax paid in former years. The adjustment due to the non-cash effects included in the EBIT decreased the operating cash flow by HUF **1.252 million** within this the non-realized loss on revaluation of accounts payable/accounts receivable and the income from the CO_2 quota sales decreased it by HUF 831 million and by HUF 367 million, respectively.

Investments decreased the cash flow by HUF 2,871 million, within this the amounts disbursed to the investment suppliers reduced the cash flow by HUF 4,455 million. The interests received and other financial income improved the cash flow by altogether HUF 326 million, the CO_2 quota sales improved it by 367 million while the changes in loans given and long term bank deposits improved it by HUF 887 million.

Net cash from financial operations increased the cash flow by HUF 680 million in the period under review mainly due to the higher revolving credit of the mother company.

Headcount

As at June 30, 2010 the total consolidated headcount of TVK included 1,163 full time employees, 23 persons less than the closing headcount on June 30, 2009. The reason behind the reduction was mainly related to the shutdown of LDPE-1. The employees released from LDPE-1 were employed – after the necessary training - at other areas to make up for the natural fluctuation or were offered early retirement.

Capital projects

In H1 2010 the total capital expenditure of TVK group amounted to HUF 4,109 million. An amount of HUF 1,467 million, HUF 1,659 million and HUF 965 million was spent on the planned general overhauls realized at the mother company, maintenance projects and individual projects, respectively.

Our main strategic goals

Our strategy focuses on competitiveness and value creation. Considering our present competitive position and our expectations for the business environment, our main strategic objectives are as follows:

- Maintain our leadership on the regional petrochemical market by continuously improving our operating efficiency and the competitiveness of our assets, by consequently implementing the planned development programs;
- Our development strategy seeks to shape and improve a balanced product portfolio. We attach equally high importance to develop our polyethylene and polypropylene product lines, but we are also examining additional diversification options to complement our polyolefin business lines on the basis of mutual benefits - either with the involvement of external partners.
- Cooperation with our strategic partners - such as MOL Group companies and BorsodChem, which look back on decade-long history - will remain a key element of our operations and will continue to improve the value of our business portfolio. In order to develop our business and improve our capacity utilization rates at our olefin plants, in December 2009 we have signed a three years supply contract of selling butadiene rich C4 fraction to the polish polystyrene producer Synthos.
- Focus in the sales:
    - Strengthening our polyolefin market positions in Central Europe by product developments tailored to customer requirements.
    - Improve our sales services and optimize our customer portfolio.
    - In line with our strategic aims of focusing on the regional markets - moreover considering cost optimization, our sales offices have been closed in Russia and in the United Kingdom.
- We give high priority for protecting our environment. In this regard, we wish to live up to our corporate social responsibility by keeping our plants at a high technical level and by doing so reducing security and environmental risks as well as by operating environmental protection system that outperforms regulatory requirements. Moreover, we are also engaged in developing a new polyolefin product.

As regards the long term future, we are confident that polyolefins and other petrochemical products can play an important role in making people's lives more perfect. Our mission is to make this opportunity real.

Integrated Risk Management

The goal for risk management in TVK calls for making corporate operations as secure as possible. The priorities of the risk management policy of the company involve all the risks associated with its business. The risk policy covers for instance technical, safety and environmental, property, business interruption, business, liability, customer risks, as well as the management of currency rate and world market price risk.

Since 2006, the Enterprise Risk Management (ERM) system has been used to manage risks at MOL Group level. The ERM is a modern risk management concept that also contributes to boosting corporate value. The central idea behind the concept is the need to apply a common method and a consolidated way to calculate, manage and disclose in the reports a variety of (financial, operating and strategic) risks. During the ERM process potential risks are identified and the risk benefit relationships of individual divisions, projects and decisions are rendered comparable, which contributes to developing a culture of risk awareness within the organization. The measurement of risks facilitates the identification of the root causes of risks and contributes to a greater awareness of different risk types. As a result, senior management can get a firmer grip on the risks that influence corporate profits the most and can determine the elements of risk to retain and the ones that require a variety of risk mitigation methods.

TVK pays high attention to HSE risks, and Process Safety Management (PSM) System was formed to develop further its technical safety. In summary, TVK can state, that TVK handles the basic, daily financial risks (for example goods market, exchange rates, interests) together with MOL Group as well.

Tisza Chemical Group Public Limited Company and Subsidiaries

Consolidated Financial Statements
prepared in accordance with
International Financial Reporting Standards

30 June, 2010

ANNEXES

Company name:	Tisza Chemical Group Public Limited Company	**Phone:**	+36 1 464 1163
Company address:	H-3581 Tiszaújváros, P.O.Box 20.	**Fax:**	+36 1 464 1335
Sector group:	Chemical industry, petrochemical	**E-mail address:**	tvkinfo@tvk.hu
Reporting period:	H1 2010	**Investors' contact person:**	Attila Czafit

	Yes	No
Audited		X
Consolidated	X	

Accounting principles	Hungarian		**IFRS**	X	Other	

Currency	**HUF**	X	EUR	
Unit	1,000		**1,000,000**	X

ANNEX 1
KEY FINANCIAL DATA
TVK Group consolidated unaudited figures according to IFRS (HUF million)

Key Profit and Loss figures

	H1 2009	H1 2010
Net sales	**109,771**	**172,558**
Operating profit (EBIT)	**(8,379)**	**1,950**
Net income from financial activities	**(1,201)**	**(2,435)**
Profit before tax	**(9,593)**	**(484)**
Profit after tax	**(8,996)**	**(589)**

Key Balance Sheet figures

	30.06.2009.	30.06.2010.
Fixed assets	139,591	134,885
Intangible assets	3,225	2,790
Tangible assets	135,976	131,781
Invested financial assets	390	314
Current assets	63,085	83,916
Inventory	8,730	9,639
Total assets	**202,676**	**218,801**
Shareholders' equity	137,581	136,839
Share capital	24,534	24,534
Long-term liabilities	23,688	34,730
Short-term liabilities	41,407	47,232
Total liabilities and shareholders' equity	**202,676**	**218,801**

ANNEX 2
H1 2010 PROFIT AND LOSS STATEMENT
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

Year 2009 audited		Q2 2009	Q2 2010	Change %	H1 2009	H1 2010	Change %
265,372	Net Sales	52,184	87,722	68.1	109,771	172,558	57.2
2,049	Other operating income	(808)	1,496	-	1,513	1,519	0.4
267,421	**Total operating income**	**51,376**	**89,218**	**73.7**	**111,284**	**174,077**	**56.4**
211,076	Raw material costs	39,377	70,751	79.7	87,331	143,372	64.2
14,215	Value of material type services used	3,697	3,359	(9.1)	7,164	6,925	(3.3)
7,497	Cost of goods purchased for resale	1,739	2,782	60.0	3,633	4,745	30.6
16,826	Mediated services	3,983	3,147	(21.0)	8,457	6,850	(19.0)
249,614	**Raw materials and consumable used**	**48,796**	**80,039**	**64.0**	**106,585**	**161,892**	**51.9**
6,589	Wages	1,755	1,714	(2.3)	3,339	3,309	(0.9)
1,012	HR related disbursements	221	211	(4.5)	503	476	(5.4)
2,142	Wage benefits	583	529	(9.3)	1,102	986	(10.5)
9,743	**Personnel expenses**	**2,559**	**2,454**	**(4.1)**	**4,944**	**4,771**	**(3.5)**
12,609	**Depreciation and impairment**	**3,182**	**3,247**	**2.0**	**6,360**	**6,412**	**0.8**
3,978	**Other operating expenses**	**1,572**	**887**	**(43.6)**	**2,565**	**1,866**	**(27.3)**
60	**Change in inventory of finished and semi-finished products**	**3,198**	**609**	**(81.0)**	**91**	**(2,124)**	**-**
(1,073)	**Capitalised own performances**	**(881)**	**(623)**	**-**	**(882)**	**(690)**	**-**
274,931	**Total operating expenses**	**58,426**	**86,613**	**48.2**	**119,663**	**172,127**	**43.8**
(7,510)	**Operating profit, EBIT**	**(7,050)**	**2,605**	**-**	**(8,379)**	**1,950**	**-**
562	Financial income	143	(380)	-	344	107	(68.9)
2,257	Financial expense	(2,143)	2,084	-	1,545	2,542	64.5
(1,695)	**Net financial profit/(loss)**	**2,286**	**(2,464)**	**-**	**(1,201)**	**(2,435)**	**-**
71	Gain/(Loss) from associates	13	0	-	13	(1)	-
(9,276)	**Profit before tax**	**(4,777)**	**141**	**-**	**(9,593)**	**(484)**	**-**
792	Income tax expense	156	262	67.9	252	483	91.7
(876)	Deferred tax	(235)	(147)	-	(849)	(378)	-
(9,192)	**Net income for the period**	**(4,698)**	**26**	**-**	**(8,996)**	**(589)**	**-**
(9,192)	**Net income attributable to equity holders of the parent**	(4,698)	26	-	(8,996)	(589)	-
0	Minority interest	0	0	-	0	0	

ANNEX 3
BALANCE SHEET FOR THE PERIOD ENDED ON June 30, 2010
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

31.12.2009 audited		30.06.2009.	30.06.2010.	Change %
	ASSETS			
136,963	**Non-current assets**	**139,591**	**134,885**	**(3.4)**
2,998	Intangible assets	3,225	2,790	(13.5)
133,660	Property, plant and equipment	135,976	131,781	(3.1)
114	Investments in associates	165	114	(30.9)
191	Other non-current assets	225	200	(11.1)
74,441	**Current assets**	**63,085**	**83,916**	**33.0**
7,752	Inventories	8,730	9,639	10.4
43,456	Trade receivables, net	28,185	51,584	83.0
13,343	Other current assets	18,672	12,814	(31.4)
2,948	Tax receivables	4,088	527	(87.1)
6,942	Cash and cash equivalents	3,410	9,352	174.3
211,404	**TOTAL ASSETS**	**202,676**	**218,801**	**8.0**
	EQUITY AND LIABILITIES			
137,387	**Shareholders equity**	**137,581**	**136,839**	**(0.5)**
24,534	Share capital	24,534	24,534	0.0
15,022	Share premium	15,022	15,022	0.0
106,959	Retained earnings	106,959	97,767	(8.6)
64	Revaluation difference	62	105	69.4
122,045	Reserves	122,043	112,894	(7.5)
(9,192)	Net income attributable to equity holders of the parent	(8,996)	(589)	-
137,387	**Equity attributable to equity holders of the parent**	**137,581**	**136,839**	**(0.5)**
0	Minority interest	0	0	-
21,763	**Non-current liabilities**	**23,688**	**34,730**	**46.6**
11,632	Long-term debt, net of current portion	12,481	24,573	96.9
2,296	Provisions for liabilities and charges	2,885	2,334	(19.1)
3,547	Deferred tax liabilities	3,574	3,169	(11.3)
4,288	Other non-current liabilities	4,748	4,654	(2.0)
52,254	**Current liabilities**	**41,407**	**47,232**	**14.1**
41,575	Trade and other payables	26,539	45,944	73.1
0	Tax liabilities	0	0	-
308	Provisions for liabilities and charges	302	311	3.0
9,478	Short-term debt	73	3	(95.9)
893	Short term part of long term debts	14,493	974	(93.3)
211,404	**TOTAL EQUITY AND LIABILITIES**	**202,676**	**218,801**	**8.0**

Significant Off-Balance Sheet Items1

None.

[1] Any financial liabilities of material importance in respect of financial evaluation not reflected in the balance sheet (e.g. surety, guarantees given, liabilities under lien, etc.)

ANNEX 4
CHANGES IN SHAREHOLDER'S EQUITY IN H1 2010
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

	Share capital	Retained earnings	Share premium	Revaluation difference	Net income attributable to equity holders of the parent	Minority interest	Share-holders' equity
Opening balance on January 1, 2009	**24,534**	**109,097**	**15,022**	**34**	**(146)**	**0**	**148,541**
Transfer of 2008 profits		(146)			146		0
Revaluation difference				30			30
Reclassification of negative goodwill							0
Year 2009 profits					(9,192)		(9,192)
Change due to dividend payment		(1,992)					(1,992)
Balance on December 31, 2009	**24,534**	**106,959**	**15,022**	**64**	**(9,192)**	**0**	**137,387**
Transfer of 2009 profits		(9,192)			9,192		0
Revaluation difference				41			41
Profit of H1 2010					(589)		(589)
Change due to dividend payment							0
Closing balance on June 30, 2010	**24,534**	**97,767**	**15,022**	**105**	**(589)**	**0**	**136,839**

ANNEX 5
STATEMENT OF COMPREHENSIVE INCOME IN H1 2010
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

Statement of comprehensive income	**30.06.2009.**	**30.06.2010.**
Profit for the year	(8,996)	(589)
Other comprehensive income		
Exchange differences on translating foreign operations	28	41
Available-for-sale financial assets, net of deferred tax	0	0
Cash-flow hedges, net of deferred tax	0	0
Share of other comprehensive income of associates	0	0
Other comprehensive income for the year, net of tax	28	41
Total comprehensive income for the year	(8,968)	(548)
Equity holders of the parent	(8,968)	(548)
Non-controlling interest	0	0

ANNEX 6
CASH FLOW STATEMENT ON JUNE 30, 2010
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

Description	30.06.2009.	30.06.2010.
Profit before tax	(9,593)	(484)
Adjustments to reconcile profit before tax to net cash provided by operating activities		
Depreciation and impairment	6,360	6,412
Write-off of inventories	(394)	11
Increase / (Decrease) in environmental provisions	85	97
Increase / (Decrease) in other provisions	(16)	(68)
Loss/ (Profit) on the sale of tangible assets	(342)	(367)
Write-off of receivables	26	(18)
Unrealised foreign exchange (gain) / loss on receivables and payables	629	(831)
Interest income	(315)	(91)
Interest on borrowings	871	727
Net foreign exchange gain on excluding foreign exchange differences on receivables and payables	475	1,577
Other financial gain, loss, net	82	146
Share of net (profit) / loss of associates	13	(1)
Operating cash flow before changes in working capital and paid taxes	***(2,119)***	***7,110***
Increase /decrease in inventories	(1,264)	(1,898)
Increase /decrease in trade accounts receivable	8,069	(7,196)
(Increase) /decrease in other receivables	(802)	(271)
Increase /(decrease) in trade accounts payable	1,407	3,050
Increase in other current liabilities	483	1, 791
Income taxes paid	(2,310)	1,938
NET CASH PROVIDED BY OPERATING ACTIVITIES	**3,464**	**4,524**
Purchase of property, plant and equipments	(4,471)	(4,455)
Proceeds from disposals of fixed assets	956	370
Loans and long-term bank deposits provided	2,711	887
Increase / (decrease) in short term investments	0	0
Cash provided by sale, termination financial investments	0	1
Interest received and other financial income	329	326
Dividend received	0	0
NET CASH PROVIDED BY INVESTING ACTIVITIES	**(475)**	**(2,871)**
Proceeds from issue of new debts	0	11,986
Repayments of long-term debt	(13)	(17,333)
Changes of short-term debts	(3,235)	7,204
Other long-term liabilities	(1)	2
Interest paid and other financial costs	(1,050)	(1,179)
Dividends paid to minority interest and payment on liquidation	(1,987)	0
NET CASH PROVIDED BY (AND DISBURSED FOR) FINANCING OPERATIONS	**(6,286)**	**680**
NET INCREASE (DECREASE) OF CASH AND CASH EQUIVALENTS	**(3,297)**	**2,333**
Opening value of cash and cash equivalents	6,545	6,942
Closing value of cash and cash equivalents	3,248	9,275

1. General information

Tiszavidéki Vegyi Kombinát, TVK's legal predecessor was founded in 1953. In 1961 it was transformed into a state-owned company called Tiszai Vegyi Kombinát (the "state-owned company"). Prior to its privatisation, the state-owned company was incorporated as a public limited liability company on 31 December 1991 (the "Company"). In accordance with the law on the transformation of unincorporated state-owned enterprises, the assets and liabilities of TVK were revalued as at that date.

As at 31 December 1995, the Company was 99.92% owned by the Hungarian State Privatisation and Holding Company ("ÁPV Rt.") and the remaining 0.08% was owned by local municipalities.

In 1996, the Company was privatised through an offering of shares owned by ÁPV Rt. to foreign and domestic institutional and private investors.

Following this privatisation, shares of the Company were listed on the Budapest Stock Exchange and Global Depository Receipts ("GDRs") representing the shares were listed on the London Stock Exchange. As of 30 June 2010, MOL Plc. holds the majority of the shares.

The Company, with its registered seat in Tiszaújváros (H-3581 Tiszaújváros, TVK-Ipartelep TVK Központi Irodaház 2119/3. hrsz. 136. épület), produces chemical raw materials including ethylene, propylene and polymers of these products for both domestic and foreign markets.

2. Basis of preparation

The interim condensed financial statements for the six months ended 30 June 2010 have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2009.

3. Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2009, except for the impact of the adoption of new Standards and Interpretations as of 1 January 2010 as follows:

IFRS 2 Share-based Payment – Group Cash-settled Share-based Payment Transactions

The standard has been amended to clarify the accounting for group cash-settled share-based payment transactions. This amendment also supersedes IFRIC 8 and IFRIC 11. The adoption of this amendment did not have any impact on the financial position or performance of the Group.

IFRIC 17 Distribution of Non-cash Assets to Owners

This interpretation provides guidance on accounting for arrangements whereby an entity distributes noncash assets to shareholders either as a distribution of reserves or as dividends. The interpretation had no effect on the financial position nor performance of the Group.

Improvements to IFRSs (issued April 2009)

In April 2009 the Board issued its second omnibus of amendments to its standards, primarily with a view to removing inconsistencies and clarifying wording. There are separate transitional provisions for each standard. The adoption of the following amendments resulted in changes to accounting policies but did not have any impact on the financial position or performance of the Group.

Other amendments resulting from Improvements to IFRSs to the following standards did not have any impact on the accounting policies, financial position or performance of the Group:

- *IFRS 8 Operating Segment Information*
- *IAS 36 Impairment of Assets*
- *IFRS 2 Share-based Payment*
- *IFRS 5 Non-current Assets Held for Sale and Discontinued Operations*
- *IAS 1 Presentation of Financial Statements*
- *IAS 17 Leases*
- *IAS 38 Intangible Assets*

The Group has early adopted IFRS 3 Business Combinations (Revised) and IAS 27 Consolidated and Separate Financial Statements from 1 January 2009 and applies these in the comparative periods. Without early adoption, the application of these standards would have been mandatory from 1 January 2010.

4. Seasonality

Seasonality doesn't influence the Group's operation.

5. Segmental information

The Group's sales per operational segment for the first half of 2009 and 2010 were as follows (in HUF million):

	30 June 2009			30 June 2010		
Segment	**Domestic sales**	**Foreign sales**	**Total sales**	**Domestic sales**	**Foreign sales**	**Total sales**
Olefin	26,475	1,175	27,650	50,479	6,203	56,682
Polyethylene	7,444	37,474	44,918	10,521	58,143	68,664
Polypropylene	11,464	13,864	25,328	17,704	19,094	36,798
Other	11,603	272	11,875	9,915	499	10,414
Total*	**56,986**	**52,785**	**109,771**	**88,619**	**83,939**	**172,558**

The gross book value of tangible fixed assets and accumulated depreciation and net book value per operational segment as of 31 December 2009 and 30 June 2010 were as follows (in HUF million):

	31 December 2009			30 June 2010		
Segment	**Gross book value***	**Accumulated depreciation**	**Net book value**	**Gross book value***	**Accumulated depreciation**	**Net book value**
Olefin	119,554	46,812	72,742	121,411	49,045	72,366
Polyethylene	34,838	18,021	16,817	34,812	18,425	16,387
Polypropylene	26,349	17,589	8,760	26,586	17,942	8,644
Other	60,606	25,265	35,341	60,847	26,463	34,384
Total**	**241,347**	**107,687**	**133,660**	**243,656**	**111,875**	**131,781**

* Also contains construction in progress.
** Value of assets relating to foreign locations amounted to HUF 16 million as of 31 December 2009, while the same value was HUF 13 million on 30 June 2010. These amounts weren't significant to the total amount of assets.

Assets capitalised on a Group level as of 31 December 2009 and 30 June 2010 were as follows (in HUF million):

	31 December 2009		30 June 2010	
Segment	**Capitalised value**	**Of which: intangibles**	**Capitalised value**	**Of which: intangibles**
Olefin	6,602	-	2,076	-
Polyethylene	912	-	428	-
Polypropylene	400	-	496	-
Other	583	58	538	1
Total	**8,497**	**58**	**3,538**	**1**

6. *Tangible assets*

The Group purchased tangible assets in the value of HUF 4,108 million in the first half of 2010. This value was HUF 4,705 million in the same period of 2009.

Depreciation over the plan amounted to HUF 123 million in the period under review: an amount of HUF 84 million of this incurred because of scrapping.

Pledged assets

None of the assets of the Company were pledged as of 31 December 2009 and 30 June 2010. Assets of TVK Erőmű Kft. (HUF 10,202 million) and assets of Tisza-WTP Kft. (HUF 1,443 million) are pledged as collateral for long-term investment loans.

7. *Inventories*

The impairment of inventories in the interim period amounted to HUF 11 million on Group level, no reversal was accounted.

8. *Provisions*

The consolidated provisions amounted to HUF 2,645 million (HUF 41 million more than as at December 31, 2009) on June 30, 2010. The change is mostly due to fact that the environment protection related provision went up by HUF 97 million and that the provision raised for early retirements was released in the amount of HUF 62 million.

9. *Share capital*

Share capital as of 30 June 2010 was as follows:

Shareholder	Number of shares	Face value	Total	Shareholding
		(HUF)	(HUF million)	(%)
Domestic entities	21,350,673	1,010	21,564	87.90
International entities	1,980,133	1,010	2,000	8.15
Domestic private investors	225,796	1,010	228	0.93
International private investors	5,472	1,010	6	0.02
Unregistered investors	728,769	1,010	736	3.00
Total	**24,290,843**		**24,534**	**100.00**

10. Debts

Long-term debt as of 31 December 2009 and 30 June 2010 were as follows:

	Weighted average interest rate	Weighted average interest rate	Due date		
	31 December 2009	30 June 2010		31 December 2009	30 June 2010
	%	%		HUF million	HUF million
Secured bank loan of TVK Erőmű Kft. in EUR**	2.54	1.56	15 March 2018	7,866	7,927
Secured bank loan of Tisza-WTP Kft. in EUR***	3.10	1.55	15 December 2017	1,335	1,341
Unsecured loan in EUR from MOL Plc. (majority stakeholder)*	-	4.17	31 March 2014	-	12,792
Other****				3,324	3,487
Total long term debt				**12,525**	**25,547**
Current portion of long-term debt				893	974
Total long-term debt, net of current portion				**11,632**	**24,573**

* On 21 December 2009, the Company signed a revolving loan agreement with MOL Hungarian Oil and Gas Company (MOL) in amount of EUR 100 million. This agreement was modified on 31 March 2010 and its due date was changed to 31 March 2014.

**On 26 July 2002, TVK Erőmű Kft. signed a project financing agreement with OTP Bank Rt., and the facility, that amounted to HUF 9,810 million (EUR 40 million), had been fully drawn by 31 December 2004. The loan is secured by a pledge on TVK Erőmű Kft's assets.

*** In order to implement a water treatment plant to be operated by Tisza WTP Kft., on 17 December 2002, the Kft. signed a long-term project and development loan agreement for HUF 1,883 million (EUR 8 million) with OTP Bank Rt. By the end of the availability period (29 December 2003), the Kft. had drawn down a total of EUR 7,340,000 from the facility. The project loan is secured by the Company's assets.

**** According to service agreement the shareholding of the majority owners of the capital of TVK Erőmű Kft. and Tisza WTP Kft. is to be reimbursed during the lifetime of the project, and is recorded as other long-term debt in accordance with IAS 32, as it qualifies as a financial liability.

11. Financial (income) / expense

The financial (income) / expense as of 30 June 2009 and 2010 was as follows (in HUF million):

	30 June 2009	30 June 2010
Interest received	315	92
Impairment, reverse impairment and revaluation of securities	18	10
Dividend received	0	0
Other	11	5
Total financial income	**344**	**107**
Interest expense*	871	727
Foreign exchange losses of loans	475	1.577
Discounts given for early payment of receivables	107	159
Interest on provision	88	76
Other	4	3
Total financial expenses	**1,545**	**2,542**
Total financial income / (expense), net	**(1,201)**	**(2,435)**

* Interest expense of the Group for 2010 includes HUF 187 million (on 30 June 2009: HUF 366 million), being the share from the net income of TVK Erőmű Kft. of its majority shareholder (ÉMÁSZ Nyrt.), and Tisza WTP Kft. of shareholder (Sinergy Kft.).

12. Income taxes and deferred tax

Total applicable income taxes reported in the consolidated financial statements include the following components (in HUF million):

	30 June 2009	30 June 2010
Current corporate income taxes*	52	134
Local trade tax	199	346
Innovation fee	1	1
Robin Hood tax	0	2
Deferred income taxes	(849)	(378)
Total income taxes and deferred tax expense / (benefit)	**(597)**	**105**

* The current corporate income taxes contain the consolidated companies' corporate income taxes.

13. Statement of comprehensive income

The statement of comprehensive income as of 30 June 2009 and 2010 was as follows (in HUF million):

	30 June 2009	30 June 2010
Profit for the year	(8,996)	(589)
Other comprehensive income		
Exchange differences on translating foreign operations	28	41
Available-for-sale financial assets, net of deferred tax	0	0
Cash-flow hedges, net of deferred tax	0	0
Share of other comprehensive income for associates	0	0
Other comprehensive income for the year, net of tax	28	41
Total comprehensive income for the year	**(8,968)**	**(548)**
Equity holders of the parent	(8,968)	(548)
Non-controlling interest	0	0

14. Earnings per share (EPS)

The Group's earnings per share based on consolidated information for 30 June 2009 and 2010 are as follows:

	30 June 2009	30 June 2010
Net income, IFRS (million HUF)	(8,996)	(589)
Weighted average of shares outstanding in the period (pieces)	24,290,843	24,290,843
EPS (HUF 1,010 face value)	**HUF (370)**	**HUF (24)**

The average number of ordinary shares was determined based on the weighted mathematical average method. Employee shares were also considered in the calculation as employees are also entitled to dividends.

Diluted EPS is the same as undiluted EPS as the Company has no diluting instruments or purchase options.

15. Commitments and contingency liabilities

Capital and contractual commitments

The total value of capital commitments as of 30 June 2010 is HUF 1,776 million, which is fully attributable to TVK Plc.

Gas Purchase Obligation, Take or Pay Contract

The TVK Erőmű Kft. has concluded long-term gas purchase contract with EON Zrt. in order for continuous operation of equipments in the power plant. As of 30 June 2010, 696 million cubic meters of natural gas (from which 592 mcm under take-or-pay commitment calculated with an average price) will be purchased during the period ending 2018 based on this contract.

Environmental protection

The Company recognized environmental provision based on the currently available quantifiable future expenses in the amount of HUF 2,068 million as of 30 June 2010 (31 December 2009: HUF 1,971 million).

Beyond the provision recognized in the Balance Sheet, there are further contingent environmental liabilities whose amount may exceed HUF 4 billion. However, the probability of having these tasks completed is less than 50% due to the fact that there is no legal obligation to carry them out and that their exact technical content is uncertain.

16. Related party transactions

Transactions with related parties did not change significantly. A new member joined the MOL Group companies in the first half of 2010: we purchase electric energy from MOL Commodity Trading Kft.

TVK Group realized sales revenues of HUF 46,100 million in the first six months of 2010 from MOL Group. As at June 30, 2010, accounts receivable of HUF 9,923 million and accounts payable of HUF 32,164 million are recorded in respect of MOL group.

ANNEX 7
CONSOLIDATED COMPANIES

Name	Equity/ Registered Capital*	Interest held (%)	Ratio of votes[1]	Classification[2]
TVK Ingatlankezelő Kft.	2,970,000	100.00%	F	F
TVK Erőmű Termelő és Szolgáltató Kft.	2,963,100	26.00%	A	F
TVK Inter-Chemol GmbH (EUR thousand)	615	100.00%	F	F
TVK UK Ltd. (GBP thousand) *	200	100.00%	F	F
TVK Italia S.r.l. (EUR thousand)	100	100.00%	F	F
TVK FRANCE S.a.r.l. (EUR)	76,225	100.00%	F	F
TVK Ukrajna tov (hrivnya)	33,996	100.00%	F	F
TVK Polska Spzoo (PLN thousand)	109	100.00%	F	F
TMM Tűzoltó és Műszaki Mentő Kft.	3,000	30.00%	A	A
VIBA-TVK Termelő és Kereskedelmi Kft.**	205,000	40.00%	A	A
Tisza-WTP Vízelőkészítő és Szolgáltató Kft.***	495,000	0.00%	-	F

[1] Voting rights entitling the holder to participate in decision making at the general meetings of consolidated companies
[2] Full (F); Jointly managed (J); Associated (A)
The ratio of votes corresponds to the ratio of ownership in each case.
* Dissolution process begin on July 1, 2009
** Dissolution process was finished on February 8, 2010
*** Non-participating business with full consolidation.

ANNEX 8
MAJOR EXTERNAL FACTORS

	Q2 2009	H1 2009	Q1 2010	Q2 2010	H1 2010	Ch (%) Q2 2010/ Q2 2009	Ch (%) Q2 2010/ Q1 2010	Ch(%) H1 2010/ H1 2009
Naphtha FOB med USD/t	472	417	683	671	677	42.1	(1.7)	62.3
AGO 0.2 CIF med USD/t	491	450				n.a.	n.a.	n.a.
AGO 0.1 CIF med USD/t			638	674	656	n.a.	5.7	n.a.
Ethylene ICI's lor fd NEW contract EUR/t	688	642	917	963	940	40.0	5.1	46.5
Propylene ICI's lor fd NWE contract EUR/t	527	494	858	993	926	88.4	15.7	87.4
LDPE Film ICI's lor fd NWE low EUR/t	791	755	1,100	1,238	1,169	56.6	12.6	54.9
HDPE Film ICI's lor fd NWE low EUR/t	774	742	989	1,022	1,005	32.0	3.3	35.6
HDPE Blow ICI's lor fd NWE low EUR/t	787	754	978	1,009	994	28.2	3.2	31.8
PP Homo raffia ICI's lor fd NWE low EUR/t	705	683	1,024	1, 220	1,122	73.0	19.2	64.3
PP Homo Injection ICI's lor fd NWE low EUR/t	705	683	1,024	1,223	1,123	73.5	19.5	64.4
PP Copolymer ICI's lor fd NWE low EUR/t	751	745	1,060	1,273	1,166	69.5	20.0	56.7
EUR/HUF	285.86	290.05	269	274	271	(4.0)	2.1	(6.4)
USD/HUF	210.18	218.19	194	216	205	2.7	11.2	(6.0)
EUR/USD	1.362	1.332	1.385	1.274	1.329	(6.5)	(8.0)	(0.2)

Note:
1. Data in the table are rounded, but changes are calculated without rounding.
2. Exchange rates are the period average of the monthly average mid rates announced by the Hungarian National Bank.

ANNEX 9
STRUCTURE OF OWNERSHIP - % AND TREASURY SHARES

Ownership Structure, Ratio of Holdings and Votes

Description of owner	Total equity						Listed series					
	Year opening (January 1, 2010)			Period closing (June 30, 2010)			Year opening (January 1, 2010)			Period closing (June 30, 2010)		
	%[2]	%[3]		%[2]	%[3]		%[2]	%[3]		%[2]	%[3]	
Domestic institution/company	88.44	same	21,484,808	87.90	same	21,350,673	88.44	same	21,484,808	87.90	same	21,350,673
Foreign institution/company	9.85	same	2,391,740	8.15	same	1,980,133	9.85	same	2,391,740	8.15	same	1,980,133
Domestic individual	1.67	same	406,187	0.93	same	225,796	1.67	same	406,187	0.93	same	225,796
Foreign individual	0.03	same	6,680	0.02	same	5,472	0.03	same	6,680	0.02	same	5,472
Employees, senior officers	-		-	-		-	-		-	-		-
Treasury shares	-		-	-		-	-		-	-		-
*Government held owner**	*0.00*	*same*	*0*	*0.00*	*same*	*0*	*0.00*	*same*	*0*	*0.00*	*same*	*0*
International Development Institutions	-		-	-		-	-		-	-		-
Shares held by unidentified parties	0.01	same	1,428	3.00	same	728,769	0.01	same	1,428	3.00	same	728,769
TOTAL	**100**	**same**	**24,290,843**	**100**	**same**	**24,290,843**	**100**	**same**	**24,290,843**	**100**	**same**	**24,290,843**

* Also included under domestic institutions
[2] Ownership ratio
[3] Voting right entitling the holder to participate in decision making at the general meetings of consolidated companies. If the ownership ratio and the voting ratio are identical, only the column for the ownership ratio should be filled in and submitted (published) along with mentioning that the two are the same.

Volume (Qty) of Treasury Shares Held in the Period Under Review

	January 1	31 March	16 April	30 June
Corporate level	0	0	0	0
Subsidiaries	0	0	0	0
Grand total	**0**	**0**	**0**	**0**

List and Description of Shareholders with more than 5% of the listed Series (on June 30, 2010)

Name	Nationality[1]	Activity[2]	Quantity (of shares)	Interest (%)	Voting ratio (%)[3,4]	Remark
MOL Hungarian Oil and Gas Public Limited Company	D (HU)	C	21,083,142	86.79	86.79	Strategic investor
Slovnaft, a.s.	F (SK)	C	1,959,243	8.07	8.07	Strategic investor

List and Description of Shareholders with more than 5% of Equity Total (on June 30, 2010)

Name	Nationality[1]	Activity[2]	Quantity (of shares)	Interest (%)	Voting ratio (%)[3,4]	Remark
MOL Hungarian Oil and Gas Public Limited Company	D (HU)	C	21,083,142	86.79	86.79	Strategic investor
Slovnaft, a.s.	F (SK)	C	1,959,243	8.07	8.07	Strategic investor

[1] Domestic (D), Foreign (F)
[2] Corporate (C)
[3] Figure rounded to two decimal points
[4] Voting right entitling the holder to participate in decision making at the general meetings of consolidated companies

Please note that in Hungary, the Share Register does not fully reflect the ownership structure, as registration is not mandatory.

Note: In accordance with the resolution of 2007 Annual General Meeting, every ordinary share with a par value of HUF 1,010 (i.e. one thousand ten forint) entitles the holder thereof to have one and one hundredth vote.

ANNEX 10
EMPLOYEES

Changes in the Number of Full Time Employees

	Reference Period Ended June 30, 2009	Year Opening January 1, 2010	Period Closing June 30, 2010
Corporate level	1,158	1,139	1,135
Group level	1,186	1,167	1,163

ANNEX 11
SENIOR OFFICERS AND STRATEGIC EMPLOYEES INFLUENCING THE OPERATIONS OF THE ISSUER

Type [1]	Name	Position	Beginning of assignment	End /termination/ term of assignment	Shares held (qty)
BoD	György Mosonyi	Chairman of the Board	26.04.2002	19.04.2012	0
BoD	Árpád Olvasó	Deputy Chairman of the Board	29.08.2000	19.04.2012	0
BoD	Michel-Marc Delcommune	Board member	03.11.2000	19.04.2012	0
BoD	Gyula Gansperger	Board member	20.04.2006	20.04.2011	0
BoD	Vratko Kassovic	Board member	28.04.2005	19.04.2012	0
BoD	Dr. Péter Medgyessy	Board member	20.04.2006	20.04.2011	0
BoD	József Molnár	Board member	20.04.2001	19.04.2012	0
SB	László Gyurovszky	SB chairperson	22.06.2007	19.04.2012	0
		SB member	19.04.2007	19.04.2012	
SB	Tamás Magyar	SB deputy chair	22.06.2007	20.04.2011	0
		SB member, employee representative	20.04.2001	20.04.2011	
SB	dr. Gyula Bakacsi	SB member	19.04.2007	19.04.2012	0
SB	dr. György Bíró	SB member	19.04.2007	19.04.2012	0
SB	Ildikó Keményné Újvári	SB member, employee representative	28.04.2000	28.04.2010	0
SB	László Réti	SB member, employee representative	29.04.2010	29.04.2015	0
SP	Árpád Olvasó	Chief Executive Officer	01.07.2003	Indefinite term	0
SP	Gyula Hodossy	Chief Financial Officer, Deputy CEO	01.07.2007	Indefinite term	0
SP	Krisztina Petrényiné Szabó	Director of Polymer Marketing and Sales, Deputy CEO	01.10.2009	Indefinite term	0
SP	Tivadar Vályi Nagy	Production Director	01.07.2007	Indefinite term	0
SP	János Bóta	Petrochemical Technology and Project Development Director	01.08.2007	Indefinite term	0
SP	Tamás Pénzes	Human Resources Manager	01.07.2004	Indefinite term	0

[1] Employee in strategic position (SP), Member of the Board of Directors (BoD), Member of the Supervisory Board (SB)

During the first half of 2010 there was no significant change in company structure.

During the first half of 2010 the following change was in the senior management: the mandate of Keményné Újvári Ildikó, the employees' delegate on the Supervisory Board, expired on April 28, 2010. The Works Council, having listened to the opinion of the interest representation organizations, nominated Mr. László Réti for this position and the shareholders elected Mr. László Réti as the employees' representative on the Supervisory Board at the ordinary general assembly of April 15, 2010.

We the undersigned representatives authorized to sign on behalf of Tisza Chemical Group Public Limited Company (TVK Plc.), the issuer of TVK ordinary shares, hereby declare that TVK Plc. accepts full liability for having prepared the disclosed Interim Report on H1 2010 results on the basis of the applicable accounting standards and to the best knowledge of the company, and it offers a true and fair picture of the assets, liabilities, financial position, profits and losses of TVK Plc. (and its consolidated businesses); and the reliable account of the position, development and performance of TVK Plc. (and its consolidated businesses) through a description of key risks and factors of uncertainty.

Tiszaújváros, Augustus 16, 2010

Árpád Olvasó	**Attila Kmetti**
Chief Executive Officer	**Accounting Manager**