Tisza Chemical Group Public Limited Company (TVK Plc) (Reuters: TVKD.BU, website: www.tvk.hu) has published its results for the first half of 2011 today. The data presented in the TVK Plc's H1 2011 flash report are not audited and should not be treated as final. The term „TVK Group level data" is used in this flash 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

	Q2 2010 (M HUF)	*Q2 2011 (M HUF)*	*Var %*	*Q1 2011 (M EUR)*	*H1 2010 (M EUR)*	*H1 2011 (M EUR)*	*Var %*
Net sales	87,722	109,873	25.3	107,358	172,558	217,231	25.9
EBITDA	5,852	5,350	(8.6)	4,259	8,362	9,609	14.9
Operating profit/loss (-)	**2,605**	**2,063**	**(20.8)**	**987**	**1,950**	**3,050**	**56.4**
Profit/loss of financial transactions (-)	(2,464)	(631)	-	846	(2,435)	215	-
Shareholder's net profit (loss	**26**	**890**	**-**	**1,385**	**(589)**	**2,275**	**-**
Operating cash flow	11,930	2,866	(76.0)	(9,435)	4,524	(6,569)	-

	Q2 2010 (M EUR)	*Q2 2011 (M EUR)*	*Var %*	*Q1 2011 (M EUR)*	*H1 2010 (M EUR)*	*H1 2011 (M EUR)*	*Var %*
Net sales	319.7	412.5	29.0	394.0	635.6	806.6	26.9
EBITDA	21.3	20.1	(5.8)	15.6	30.8	35.7	15.9
Operating profit/loss (-)	**9.5**	**7.7**	**(18.4)**	**3.6**	**7.2**	**11.4**	**58.3**
Profit/loss of financial transactions (-)	(9.0)	(2.4)	-	3.1	(9.0)	0.7	-
Shareholder's net profit (loss	**0.1**	**3.3**	**-**	**5.1**	**(2.2)**	**8.4**	**-**
Operating cash flow	43.5	10.8	(75.2)	(34.6)	16.7	(23.9)	-

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

The operating profit achieved in the 2nd quarter of 2011 was HUF 1.1 billion higher **than in the previous quarter** mainly because the changes in the external economic environment: within this the effect of the fluctuation of the HUF during the period was determinant. The growing natural gas and steam prices furthermore the reduced production and sales volumes had a negative impact on the profit, however the slight decrease of electricity prices had a positive impact. The deterioration of the margin mass resulting from the quoted prices was offset by the exchange rate fluctuations.

The improvement of the operating profit in the first half of 2011 **as opposed to the same period of the basis year** was the result of the increased integrated petrochemical margin, of the weakening of the USD against the Euro and of the higher production and sales quantities. The revaluation due to the changes in the payables/receivables exchange rate, the increasing natural gas, steam and electricity prices furthermore the higher transportation, maintenance and environment protection costs however decreased the profit.

TVK Group realized a net profit of HUF 2,275 million in the first half of 2011 **–** a significant improvement compared to the loss of HUF 589 million in the basis period.

- **Overall capacity utilization** showed a downturn of almost 4 percentage points since Q1 2011 due to the deteriorating market circumstances. Capacity utilization in Q2 2011 shows a year on year increase of **over 6 percentage points compared to the same period of the previous year** mainly because a number of plants were shut down for maintenance purposes in Q2 2010.
- **Polymer production and sales were** 5% and 3%, respectively, lower than in the previous quarter and were 7% and 5%, respectively, higher in H1 2011 than in the same period of the previous year.
- As regards the sales and purchases in foreign currency in H1 2011, **HUF 454 million non-realized and HUF 746 million realized exchange loss was booked on receivables and payables** due to the fluctuation of the HUF rate (it was an exchange gain of HUF 1,080 million in the same period of previous year).
- The profit of HUF 215 million on financial operations includes **realized exchange gain of HUF 337 million and non-realized exchange gain of HUF 780 million** relating to loans and assets denominated in foreign currency.
- In June 2011, **dividend of HUF 1,991 million** was distributed to the shareholders.
- In t**he negative amount of 6,569 million HUF of the operating cash flow** the positive EBITDA is offset by the accounts receivable of -8,126 million which reflects the higher sales price. The quantity of self-manufactured stocks was increased from the extremely low level at the end of the year in order to improve the service offered to clients: the quantitative effect thereof amounts to HUF 3,351 million. The inventory conversion ratio of polymer products continues to be favorable.
- As at June 30, 2011 the debt from the loan contract concluded with MOL Nyrt amounted to EUR **71.5 million**.

CEO of TVK Plc., Pethő Zsolt, emphasized:
"I took over the management of TVK as of June 1, 2011. My purpose in the coming years is to further improve the market positions and sales efficiency of the Company and at the same time of the petrochemical segment of MOL. There are several possibilities for utilizing the synergies inherent in being a member of the MOL Group by which the mutual advantages available to the Petrochemical Division and thus to TVK can be converted into financial results. Hence we can not only preserve but we can further improve our position in the European chemical industry sector as well as our rank achieved in the industry line."

Operating environment

A comparison of H1 2011 to H1 2010 shows a rise of 19-26% in average polyethylene and 19% in polypropylene prices (ICI's lor fd NWE), respectively. The price (FOB med) of a ton of naphtha went up by 36% to average USD 921 during the first half of the year. The HUF/EUR rate and the HUF/USD rate rose by almost 1% and 6%, respectively, while the EUR/USD cross rate weakened by 6%. As the result of this, the average integrated petrochemical margin increased by 11% in HUF terms and by 12% in EUR terms in H1 2011 as compared to H1 2010. Exchange rate changes had an altogether positive impact on TVK Group level operating profits in the period under review.

A comparison of Q2 2011 to Q1 2011 shows a drop of 5% in the average LDPE prices (ICI's lor fd NWE) in the European market of polymer products; HDPE and PP prices fluctuated in a range of +/- 1%. In US dollar terms the price of the naphtha necessary to monomer production increased by 9%. HUF appreciated by 7% against the USD and strengthened by 2 % against the EUR, with the latter appreciating against the dollar by 5%. The afore-mentioned factors decreased the integrated petrochemical margin by 8% in EUR terms and 10% in HUF terms compared to the previous quarter.

Financial overview

Profit and Loss Statement

In the first half of 2011, the **total TVK Group level operating income** hiked by 25% year on year compared to the same period of the previous year and totalled at HUF 217,567 million. Within this, the **other operating income** dived by HUF 1,183 million to HUF 336 million since the basis period. The decrease was mainly caused by the fact that a profit of HUF 1,080 million was accounted in the basis period due to the exchange rate revaluation of the accounts payable and receivable however no items were accounted in this line in 2011, furthermore the income from the CO2 quota sale reduced by HUF 293 million while the default interest received was HUF 127 million higher.

In H1 2011, the **consolidated TVK Group level net sales** amounted to HUF 217,231 million that is HUF 44,673 million more than in the first six months of 2010 due to the higher prices and sales quantities which was moderated by the impact of exchange rate fluctuations.

Factors influencing product sales of TVK Plc, H1 2011 – H1 2010 (million HUF)

	Effect of variance in price	Effect of variance in exchange rates	Effect of variance in volume	Total
Olefin	14,104	(1,999)	8,742	**20,847**
LDPE	2,609	(104)	(474)	**2,031**
HDPE	12,324	(427)	1,899	**13,796**
PP	10,125	(441)	4,444	**14,128**
Total	**39,162**	**(2,971)**	**14,611**	**50,802**

In H1 2011 TVK Plc. realized 50% of its sales revenues from **export sales**. Italy (18%), Germany (17%), Poland (15%), Czech Republic (8%), Slovakia (7%), Austria (5%), France (3%) represented the majority of export sales.

Distribution of TVK Group sales incomes by production units, H1 2011 (million HUF)

	Domestic sales	Export sales	Total sales
Olefin	69,030	8,499	**77,529**
LDPE	5,819	8,190	**14,009**
HDPE	6,562	63,920	**70,482**
PP	22,972	27,954	**50,926**
Income from other business activities	5,702	53	**5,755**
Effect of consolidation	(1,932)	462	**(1,470)**
Total	**108,153**	**109,078**	**217,231**

TVK Group raw material costs increased by HUF 39,527 million (28%) to HUF 182,899 million compared to the basis period mainly due to naphtha cost increase. In addition to this energy costs also went up. The higher costs reflect the radical rise of the quoted price of feedstock used for monomer production furthermore the larger quantity of the feedstock processed which were mitigated by the strengthening of the forint against the dollar. Energy costs hiked by 19% mainly as the result of the increased price of steam, electric energy and natural gas.

Variances in key feedstock costs incurred by TVK Plc, H1 2011 – H1 2010 (million HUF)

	Effect of variance in volume	Effect of variance in price	Effect of variance in exchange rates	Total
Naphtha and light hydrocarbons in total	17,801	34,209	(8,069)	**43,941**
Gas oil	(10,325)	3,837	43	**(6,445)**
Chemical feedstock in total	**7,476**	**38,046**	**(8,026)**	**37,496**

Value of material type services used increased by HUF 787 million (11%), within this the freight costs grew by HUF 506 million due to the higher fuel prices and the increased quantities sold with delivered parity. Maintenance costs went up by HUF 290 million, however the amount spent on, among other things, information technology services and on business trips decreased.

Cost of goods purchased for resale hiked by 152% because of the increased quantity and price of tar and ethylene purchased and re-sold. At the same time, the variance in exchange rates had a decreasing effect on the purchase value. This increase in the costs was offset by the sales revenues.

The drop of 97% in **mediated services** reflects the reduction of the income from the energy services mediated by TVK Erőmű Kft.

The TVK group level **personnel expenses** also rose by HUF 32 million (1%) because of the different schedule of staff reduction, salary increase, the variance of the accrual of bonuses furthermore of the cafeteria elements during the year.

Depreciation, amortization and impairment increased by 2% due to the surplus depreciation accounted on the renovation works realized during the turnaround in the previous year.

Other operating expenses surged by HUF 1,643 million (88%); the most important elements of this increase are the exchange loss of HUF 1,200 million accounted on receivables and liabilities because of the fluctuation of the HUF rate, the HUF 238 million higher obligation for provision generation in connection with environment clean-up furthermore the HUF 66 million higher impairment of receivables.

Change in inventory of finished goods and work in progress increased by HUF 2,944 million in H1 2011. The level of olefin and polymer inventories was very low in December 2010 and inventory building in this year has aimed at providing better services to the clients. Altogether HUF 395 million depreciation was accounted at the end of June because of the polymer goods the prime cost of which was higher that the expected sales price.

The **Group level consolidated operating profit** (EBIT) amounted to HUF 3,050 million in the first six months of 2011 showing an increase of 56% compared to the operating profit of HUF 1,950 million realized in H1 2010.

As opposed to the loss of HUF 2,435 million in the basis period, the group realized a **profit on financial operations** of HUF 215 million in the first half of 2011. The financial revenues of the group increased by HUF

1,084 million in the reporting period compared to the same period of the previous year mainly because HUF 337 million realized and HUF 780 million non-realized exchange gain was generated from the revaluation of the loans and other assets received in foreign currency. There was no such item in the basis period. Financial expenses decreased by HUF 1,566 million mainly because HUF 2 million realized and HUF 1,575 million non-realized exchange loss was generated from the revaluation of the loans and other assets received in foreign currency in the basis period. There was no such item in the reporting period. Interest expenses grew by HUF 155 million while the discount due to the payment period dropped by HUF 121 million.

In H1 2011 TVK Group **profit before tax** amounted to a profit of HUF 3,265 million showing a year on year increase of HUF 3,749 million. The **income tax expenses** was HUF 695 million, deferred tax amounted to HUF 295 million. **Consolidated net profit** totalled at HUF 2,275 million.

Balance Sheet figures

The value of the **total assets** of TVK Group as at June 30, 2011 stood at HUF 221,432 million.

The consolidated value of **non-current assets** amounted to HUF 126,143 million as at June 30, 2011, 7% lower than on June 30, 2010 mainly due to the lower value - attributable to recognized depreciation - of tangible and intangible assets.

The value of **current assets** went up by 14% to HUF 95,289 million including a 37% year on year increase in inventories basically due to the up-valuation (resulting from the growing feedstock prices) of the inventory of the self-manufactured olefin and polymer finished products and of the olefin feedstock purchased furthermore to the increased quantity of olefin feedstock purchased and of the self-manufactured stocks. The significantly higher selling prices and polymer sales volumes explain the increase of 12% in accounts receivable since the end of June 2010. The value of other current assets surged by 20% which is attributable mainly to the fact that the amount of VAT reclaim went up considerably. The drop in tax receivables is explained by the fact that while paid but reclaimable corporate tax was reported on June 30, 2010, there was no such item on June 30, 2011.

Shareholder's equity amounted to HUF 136,461 million on June 30, 2011, reflecting a drop of HUF 378 million since June 30, 2010. The decrease is attributable to the variance in the value of the profit/loss after taxation furthermore to the paid dividend and to the balance sheet loss realized in 2010 and reported in the profit reserve.

The portfolio of **long term debt, net of current portion** decreased by HUF 3,774 million (15%) since June 30, 2010, mainly because the HUF 991 million which was falling due within the year was transferred to the short term loans and to the fact that non-realized exchange gain of HUF 1,562 million was realized in the period. The change in the loan construction also had a decreasing effect because TVK Nyrt did not have short term loan facilities at the end of June 2010 only long term ones. In 2011, the loan portfolio is divided between long and short term loans.

Deferred tax liabilities shows a year on year drop of HUF 1,453 million (46%). The decrease is attributable to the lower tax rate resulting from the regulations which was partly mitigated by the negative tax base increase due to result of second half of 2010.

The portfolio of **other non-current liabilities** decreased by HUF 2,154 million (46%) as the part due within the year of the obligations deriving from forward transactions were transferred to the other short term liabilities.

The value of **current liabilities** rose by 22% to HUF 57,416 million from June 30, 2010 to June 30, 2011. The growth reflects mainly the increase of short term loans furthermore of accounts payable and of other liabilities due to the transfer of the part of the long term liabilities due within the year to the short term liabilities. Within this, the reduced amount of accounts payable reflects the quantity reduction of the purchased olefin feedstock which was partly offset by the increased feedstock prices. The change in the loan construction also had an increasing effect on the short term loans because the TVK Nyrt did not have short term loan facilities at the end of June 2010. The increased working capital and the dividend payment triggered the growth of the short term loan portfolio.

Cash flow

Based on the group level cash flow statement of TVK dated June 30, 2011 **liquid assets** have increased by HUF 4,234 million since the beginning of the year.

Operating cash flow amounted to minus HUF 6,569 million. EBITDA increased the cash flow by HUF **9,609** million, while the changes in working capital (inventories, trade accounts receivable and payable, other receivables and other liabilities altogether) decreased the cash flow by HUF **16,710** 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 grew, while the olefin feedstock prices – which determine the inventory value – decreased due to the strengthening of the forint. The growth of closing inventories at the end of the period was is the result of the fact that the level of polymer inventories - which was extremely low at the end of 2010 - was increased so that we could provide better service to the clients. The reason of the increase of accounts receivable was that the sales prices determining the accounts receivable were higher at the end of the 2nd quarter of 2011 than in the 4th quarter of 2010. At the same time, the quantity of polymer sales decreased. It led to the reduction of the accounts payable that – as the result of the strengthening of the forint against the dollar – the price of olefin feedstock in June 2011 was lower than in December 2010 while the quantity purchased was higher. The reduction in volume of the non-feedstock suppliers had a decreasing effect 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. The increase of other receivables reflects mainly the growth of VAT receivables. Other short term liabilities dropped due to the changes in the balance of accrued costs. Taxes paid against the profit/loss further reduced the cash flow by HUF **362** million. The adjustment due to the non-cash effects included in the EBIT improved the operating cash flow by HUF **894** million. Within this, the unrealized exchange gain on payables/ receivables, the impairment of inventories and receivables, the change of provisions and the sale of CO2 emission quota amounted to 454 million, 341 million, 187 million and -73 million forint, respectively.

Net cash provided by investing activities decreased the cash flow by HUF 1,110 million, within this the revolving facility repaid by MOL Nyrt. increased and the amounts disbursed to the suppliers reduced the cash flow by HUF 728 million by HUF 2,005 million, respectively. The interests received and the sale of tangible assets improved the cash flow by altogether HUF 167 million: the CO2 quota sale represents HUF 73 million within this.

Net cash from financial operations increased the cash flow by HUF 11,913 million in the examined period mainly due to the revolving loan granted by MOL Nyrt. At the same time, the disbursement of dividends in the amount of HUF 1,991 million decreased the cash flow.

Headcount

As at June 30, 2011 the total consolidated headcount of TVK included 1,146 full time employees or 17 persons less than the closing headcount on June 30, 2010. The reason behind the reduction was mainly related to the more efficient employment of the staff at the mother company because instead of recruiting new employees to replace a part of those leaving due to early retirement and old age pension the performance of the tasks was ensured by reorganizing the fields of work.

Capital projects

In H1 2011 the total capital expenditure of TVK group amounted to HUF 1,056 million - an amount of HUF 1,052 million of which is due to expenditure incurred by the mother company. Within this HUF 837 was spent on periodic maintenance and HUF 215 million on individual projects.

Outlook /expectations for the period after 30 June, 2011

The quoted price of naphtha started to increase from the beginning of July compared to the end of June level, however the quoted price of polymers continued to dive or did not increase until mid-July; consequently the average integrated petrochemical margin in July may fall even below the current record low levels. The less favorable polymer sales prices are paired with the typically low summer demand in July - it follows from this that both production and sales volumes will probably be lower. As regards the composition of production, the proportion of HDPE types will decrease temporarily.

We calculate with a slightly improving but typically low petrochemical margin in the 3rd quarter. We will be able to improve the production and sale quantities when the market demand increases after the summer months.

Our main strategic goals

TVK is a dynamically growing petrochemical player in Central Europe. 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 and by consequently implementing the planned development programs.
- Focus in the sales:
  - Shape and improve a balanced product portfolio;
  - By strengthening our polyolefin market positions in Central Europe by product developments tailored to customer requirements;
  - Improve our sales services and optimize our customer portfolio;
- We are continuously study the most profitable utilization of olefin products. Our key challenge in the near future is to start extracting crude C4 and C5 flows, which enables us to enter attractive new markets.
- We are consequently implementing our energy strategy formulated in 2008. This will further improve the cost efficiency of the overall energy process to the benefit of environment.
- Cooperation with our strategic partners, BorsodChem looks back on a decade-long history;
- 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 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 the management of currency rate and world market price risk, as well as property, business interruption, business, liability, customer, technical, safety and environmental risks.

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.

In summary, we can state, that TVK handles the basic, daily financial risks (for example goods market, exchange rates, interests) also on MOL Group level.

Tisza Chemical Group Public Limited Company and Subsidiaries

Consolidated Financial Statements
prepared in accordance with
International Financial Reporting Standards

30 June, 2011

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 2011	**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 2010	H1 2011
Net sales	**172,558**	**217,231**
Operating profit (EBIT)	**1,950**	**3,050**
Net income from financial activities	**(2,435)**	**215**
Profit before tax	**(484)**	**3,265**
Profit after tax	**(589)**	**2,275**

Key Balance Sheet figures

	30.06.2010.	30.06.2011.
Fixed assets	**134,885**	**126,143**
Intangible assets	2,790	2,469
Tangible assets	131,781	123,336
Invested financial assets	334	338
Current assets	83,916	95,289
Inventory	9,639	13,178
Total assets	**218,801**	**221,432**
Shareholders' equity	136,839	136,461
Share capital	24,534	24,534
Long-term liabilities	34,730	27,555
Short-term liabilities	47,232	57,416
Total liabilities and shareholders' equity	**218,801**	**221,432**

ANNEX 2
H1 2011 PROFIT AND LOSS STATEMENT
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

Year 2010 audited		Q2 2010	Q2 2011	Change %	H1 2010	H1 2011	Change %
365,185	Net Sales	87,722	109,873	25.3	172,558	217,231	25.9
2,279	Other operating income	1,496	173	(88.4)	1,519	336	(77.9)
367,464	**Total operating income**	**89,218**	**110,046**	**23.3**	**174,077**	**217,567**	**25.0**
299,332	Raw material costs	70,751	91,136	28.8	143,372	182,899	27.6
14,742	Value of material type services used	3,359	3,913	16.5	6,925	7,712	11.4
14,786	Cost of goods purchased for resale	2,782	5,846	110.1	4,745	11,943	151.7
13,290	Mediated services	3,147	71	(97.7)	6,850	198	(97.1)
342,150	**Raw materials and consumable used**	**80,039**	**100,966**	**26.1**	**161,892**	**202,752**	**25.2**
6,590	Wages	1,714	1,581	(7.8)	3,309	3,188	(3.7)
1,081	HR related disbursements	211	262	24.2	476	607	27.5
1,975	Wage benefits	529	501	(5.3)	986	1,008	2.2
9,646	**Personnel expenses**	**2,454**	**2,344**	**(4.5)**	**4,771**	**4,803**	**0.7**
13,012	**Depreciation, amortization and impairment**	**3,247**	**3,287**	**1.2**	**6,412**	**6,559**	**2.3**
4,474	**Other operating expenses**	**887**	**1,315**	**48.3**	**1,866**	**3,509**	**88.0**
(1,461)	**Change in inventory of finished goods and work in progress**	**609**	**231**	**(62.1)**	**(2,124)**	**(2,944)**	**(38.6)**
(1,044)	**Work performed by the enterprise and capitalised**	**(623)**	**(160)**	**74.3**	**(690)**	**(162)**	**76.5**
366,777	**Total operating expenses**	**86,613**	**107,983**	**24.7**	**172,127**	**214,517**	**24.6**
687	**Operating profit, EBIT**	**2,605**	**2,063**	**(20.8)**	**1,950**	**3,050**	**56.4**
225	Financial income	(380)	(122)	67.9	107	1,191	1,013.1
(2,919)	Financial expense	(2,084)	(509)	75.6	(2,542)	(976)	61.6
(2,694)	**Net financial profit/(loss)**	**(2,464)**	**(631)**	**74.4**	**(2,435)**	**215**	**-**
18	Gain/(Loss) from associates	0	0	-	1	0	-
(1,989)	**Profit before tax**	**141**	**1,432**	**915.6**	**(484)**	**3,265**	**-**
1,307	Income tax expense	262	348	32.8	483	695	43.9
(2,126)	Deferred tax	(147)	194	-	(378)	295	-
(1,170)	**Net income for the period**	**26**	**890**	**3,323.1**	**(589)**	**2,275**	**-**
(1,170)	**Net income attributable to equity holders of the parent**	26	890	3,323.1	(589)	2,275	-
0	Minority interest	0	0	-	0	0	-

ANNEX 3
BALANCE SHEET FOR THE PERIOD ENDED ON June 30, 2011
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

31.12.2010 audited		30.06.2010.	30.06.2011.	Change %
	ASSETS			
	Non-current assets			
2,648	Intangible assets	2,790	2,469	(11.5)
128,480	Property, plant and equipment	131,781	123,336	(6.4)
132	Investments in associates	114	132	15.8
202	Other non-current assets	200	206	3.0
131,462	**Total Non-current assets**	**134,885**	**126,143**	**(6.5)**
	Current assets			
10,136	Inventories	9,639	13,178	36.7
49,942	Trade receivables, net	51,584	57,497	11.5
13,945	Other current assets	12,814	15,423	20.4
107	Tax receivables	527	0	-
5,080	Cash and cash equivalents	9,352	9,191	(1.7)
79,210	**Total Current assets**	**83,916**	**95,289**	13.6
210,672	**TOTAL ASSETS**	**218,801**	**221,432**	**1.2**
	EQUITY AND LIABILITIES			
	Shareholders equity			
24,534	Share capital	24,534	24,534	0.0
112,877	Reserves	112,894	109,652	(2.9)
(1,170)	Net income attributable to equity holders of the parent	(589)	2,275	-
136,241	**Equity attributable to equity holders of the parent**	**136,839**	**136,461**	**(0.3)**
0	Minority interest	0	0	-
136,241	**Total Shareholders equity**	**136,839**	**136,461**	**(0.3)**
	Non-current liabilities			
15,191	Long-term debt, net of current portion	24,573	20,799	(15.4)
2,321	Provisions for liabilities and charges	2,334	2,540	8.8
1,421	Deferred tax liabilities	3,169	1,716	(45.9)
2,558	Other non-current liabilities	4,654	2,500	(46.3)
21,491	**Total Non-current liabilities**	**34,730**	**27,555**	**(20.7)**
	Current liabilities			
51,271	Trade and other payables	45,944	47,665	3.7
0	Tax liabilities	0	226	-
407	Provisions for liabilities and charges	311	416	33.8
286	Short-term debt	3	8,151	271,600.0
976	Short term part of long term debts	974	958	(1.6)
52,940	**Total Current liabilities**	**47,232**	**57,416**	**21.6**
210,672	**TOTAL EQUITY AND LIABILITIES**	**218,801**	**221,432**	**1.2**

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 2011
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, 2010	**24,534**	**106,959**	**15,022**	**64**	**(9,192)**	**0**	**137,387**
Transfer of 2009 profits		(9,192)			9,192		0
Revaluation difference				24			24
Reclassification of negative goodwill							0
Year 2010 profits					(1,170)		(1,170)
Change due to dividend payment							0
Balance on December 31, 2010	**24,534**	**97,767**	**15,022**	**88**	**(1,170)**	**0**	**136,241**
Transfer of 2010 profits		(1,170)			1,170		0
Revaluation difference				(58)			(58)
Profit of H1 2011					2,275		2,275
Other		(5)					(5)
Change due to dividend payment		(1,992)					(1,992)
Closing balance on June 30, 2011	**24,534**	**94,600**	**15,022**	**30**	**2,275**	**0**	**136,461**

ANNEX 5
STATEMENT OF COMPREHENSIVE INCOME IN H1 2011
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

Statement of comprehensive income	**30.06.20010.**	**30.06.2011.**
Profit for the year	(589)	2,275
Other comprehensive income		
Exchange differences on translating foreign operations	41	(58)
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	41	(58)
Total comprehensive income for the year	(548)	2,217
Total comprehensive income attributable to:	(548)	2,217
Equity holders of the parent	0	0
Non-controlling interest	(589)	2,275

ANNEX 6
CASH FLOW STATEMENT ON JUNE 30, 2011
TVK Group consolidated, unaudited figures according to IFRS (HUF million)

Description	30.06.2010.	30.06.2011.
Profit before tax	(484)	3,265
Adjustments to reconcile profit before tax to net cash provided by operating activities		
Depreciation and impairment	6,412	6,559
Write-off of inventories	11	299
Increase / (Decrease) in environmental provisions	97	313
Increase / (Decrease) in other provisions	(68)	(73)
Loss/ (Profit) on the sale of tangible assets	(367)	(88
Write-off of receivables	(18)	42
Unrealised foreign exchange (gain) / loss on receivables and payables	(831)	454
Interest income	(91)	(66)
Interest on borrowings	727	882
Net foreign exchange gain on excluding foreign exchange differences on receivables and payables	1,577	(916)
Other financial gain, loss, net	146	(168)
Share of net (profit) / loss of associates	(1)	0
Operating cash flow before changes in working capital and paid taxes	***7,110***	***10,503***
Increase /decrease in inventories	(1,898)	(3,341)
Increase /decrease in trade accounts receivable	(7,196)	(8,126)
(Increase) /decrease in other receivables	(271)	(2,272)
Increase /(decrease) in trade accounts payable	3,050	(2,129)
Increase in other current liabilities	1,791	(842)
Income taxes paid	1,938	(362)
NET CASH PROVIDED BY OPERATING ACTIVITIES	**4,524**	**(6,569)**
Purchase of property, plant and equipments	(4,455)	(2,005)
Proceeds from disposals of fixed assets	370	92
Loans and long-term bank deposits provided	887	728
Increase / (decrease) in short term investments	0	0
Cash provided by sale, termination financial investments	1	0
Interest received and other financial income	326	75
Dividend received	0	0
NET CASH PROVIDED BY INVESTING ACTIVITIES	**(475)**	**(2,871)**
Proceeds from issue of new debts	11,986	17,863
Repayments of long-term debt	(17,333)	(10,758)
Changes in the other long-term liabilities	2	(1)
Changes of short-term debts	7,204	7,533
Other long-term liabilities	(1,179)	(728)
Interest paid and other financial costs	0	(1,991)
Dividends paid to minority interest and payment on liquidation	0	(5)
NET CASH PROVIDED BY (AND DISBURSED FOR) FINANCING OPERATIONS	**680**	**11,913**
NET INCREASE (DECREASE) OF CASH AND CASH EQUIVALENTS	**2,333**	**4,234**
Opening value of cash and cash equivalents	6,942	5,080
Closing value of cash and cash equivalents	9,275	9,314

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 2011, 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 2011 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 2010.

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 2010, except for the impact of the adoption of new Standards and Interpretations as of 1 January 2011 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. Operating segment information

For management purposes the Group is organised into two major operating business units: Petrochemicals and Corporate and other. The business units are the basis upon which the Group reports its segment information to the management who is responsible for allocating business resources and assessing performance of the operating segments.

During the interim period, the identification of the Group's operating segments has remained the same as at 31 December 2010.

Six months ended 30 June 2011	**Petrochemicals**	**Corporate and other**	**Inter-segment transfers**	**Total**
	HUF million	HUF million	HUF million	**HUF million**
Net Revenue				
Sales to external customers	216,940	291	-	**217,231**
Inter-segment sales	142	937	-1,079	**-**
Total revenue	**217,082**	**1,228**	**-1,079**	**217,231**
Results				
Profit/(loss) from operations	1,696	1,354	-	**3,050**
Net finance costs	65	150	-	**215**
Income from associates	-	-	-	**-**
Profit before tax	1,761	1,504	-	**3,265**
Income tax expense/(benefit)	791	199	-	**990**
Profit for the year	970	1,305	-	**2,275**

Six months ended 30 June 2010	**Petrochemicals**	**Corporate and other**	**Inter-segment transfers**	**Total**
	HUF million	HUF million	HUF million	**HUF million**
Net Revenue				
Sales to external customers	172,259	299	-	**172,558**
Inter-segment sales	112	953	-1,065	**-**
Total revenue	**172,371**	**1,252**	**-1,065**	**172,558**
Results				
Profit/(loss) from operations	744	1,206	-	**1,950**
Net finance costs	-1,477	-958	-	**-2,435**
Income from associates	-	1	-	**1**
Profit before tax	-733	249	-	**-484**
Income tax expense/(benefit)	457	-352	-	**105**
Profit for the year	-1,190	601	-	**-589**

30. June 2011.	Petrochemicals HUF million	Corporate and other HUF million	Inter-segment transfers HUF million	Total HUF million
Assets and liabilities				
Property, plant and equipment, net	118,563	4,773	-	**123,336**
Intangible assets, net	2,285	184	-	**2,469**
Inventories	13,168	10	-	**13,178**
Trade receivables, net	57,399	98	-	**57,497**
Investments in associates	-	132	-	**132**
Not allocated assets				**24,820**
Total assets				**221,432**
Trade payables	37,268	205	-	**37,473**
Not allocated liabilities				**183,959**
Total liabilities				**221,432**
Other segment information				
Capital expenditure:	1,054	2	-	**1,056**
Property, plant and equipment	1,044	1	-	**1,045**
Intangible assets	10	1	-	**11**
Depreciation and amortization	6,371	188	-	**6,559**
From this: impairment losses and reversal of impairment recognized in income statement	8	-	-	**8**

30. June 2010.	Petrochemicals HUF million	Corporate and other HUF million	Inter-segment transfers HUF million	Total HUF million
Assets and liabilities				
Property, plant and equipment, net	126,753	5,028	-	**131,781**
Intangible assets, net	2,623	167	-	**2,790**
Inventories	9,630	9	-	**9,639**
Trade receivables, net	51,510	74	-	**51,584**
Investments in associates	-	114	-	**114**
Not allocated assets				**22,893**
Total assets				**218,801**
Trade payables	38,277	191	-	**38,468**
Not allocated liabilities				**180,333**
Total liabilities				**218,801**
Other segment information				
Capital expenditure:	4,093	16	-	**4,109**
Property, plant and equipment	4,093	15	-	**4,108**
Intangible assets	-	1	-	**1**
Depreciation and amortization	6,205	207	-	**6,412**
From this: impairment losses and reversal of impairment recognized in income statement	123	-	**-**	**123**

6. Tangible assets

The Group purchased tangible assets in the value of HUF 1,045 million in the first half of 2011. This value was HUF 4,108 million in the same period of 2010.

Impairment amounted to HUF 8 million in the period under review. This amount incurred because of scrapping.

Pledged assets

None of the assets of the Company were pledged as of 31 December 2010 and 30 June 2011. Assets of TVK Erőmű Kft. (HUF 9,642 million) and assets of Tisza-WTP Kft. (HUF 1,264 million) are pledged as collateral for long-term investment loans.

7. Inventories

The impairment of inventories in the interim period amounted to HUF 299 million on Group level.

8. Provisions

The consolidated provisions amounted to HUF 2,956 million (HUF 228 million more than as at December 31, 2010) on June 30, 2011. The change is mostly due to fact that the environment protection related provision went up by HUF 313 million and that the provision raised for early retirements was released in the amount of HUF 112 million.

9. Share capital

Share capital as of 30 June 2011 was as follows:

Shareholder	Number of shares	Face value	Total	Shareholding
		(HUF)	(HUF million)	(%)
Domestic entities	21,697,064	1,010	21,914	89.32
International entities	2,234,767	1,010	2,257	9.20
Domestic private investors	349,154	1,010	353	1.44
International private investors	7,324	1,010	7	0.03
Unregistered investors	2,534	1,010	3	0.01
Total	**24,290,843**		**24,534**	**100.00**

10. Debts

Long-term debt as of 31 December 2010 and 30 June 2011 were as follows:

	Weighted average interest rate	Weighted average interest rate	Due date		
	31 December 2010	30 June 2011		31 December 2010	30 June 2011
	%	%		HUF million	HUF million
Secured bank loan of TVK Erőmű Kft. in EUR**	1.62	1.99	15 March 2018	7,318	6,583
Secured bank loan of Tisza-WTP Kft. in EUR***	1.63	1.99	15 December 2017	1,234	1,106
Unsecured loan in EUR from MOL Plc. (majority stakeholder)*	-	-		4,169	11,035
Other****				3,446	3,033
Total long term debt				**16,167**	**21,757**
Current portion of long-term debt				976	958
Total long-term debt, net of current portion				**15,191**	**20,799**

* 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 2010 and 2011 was as follows (in HUF million):

	30 June 2010	30 June 2011
Foreign exchange losses of loans	0	1,117
Interest received	92	66
Impairment, reverse impairment and revaluation of securities	10	3
Other	5	5
Total financial income	**107**	**1,191**
Interest expense*	(727)	(882)
Foreign exchange losses of loans	(1,577)	0
Discounts given for early payment of receivables	(159)	(38)
Interest on provision	(76)	(53)
Other	(3)	(3)
Total financial expenses	**(2,542)**	**(976)**
Total financial income / (expense), net	**(2,435)**	**215**

* Interest expense of the Group for 2011 includes HUF 391 million (on 30 June 2010: HUF 187 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

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

	30 June 2010	30 June 2011
Current corporate income taxes*	134	228
Local trade tax	346	441
Innovation fee	1	5
Robin Hood tax	2	21
Deferred income taxes	(378)	295
Total income tax expense / (benefit)	**105**	**990**

* 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 2010 and 2011 was as follows (in HUF million):

	30 June 2010	30 June 2011
Profit for the year	(589)	2,275
Other comprehensive income		
Exchange differences on translating foreign operations	41	(58)
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	41	(58)
Total comprehensive income for the year	**(548)**	**2,217**
Equity holders of the parent	(548)	2,217
Non-controlling interest	0	0

14. Earnings per share (EPS)

The Group's earnings per share based on consolidated information for 30 June 2010 and 2011 are as follows:

	30 June 2010	30 June 2011
Net income, IFRS (million HUF)	(589)	2,275
Weighted average of shares outstanding in the period (pieces)	24,290,843	24,290,843
EPS (HUF 1,010 face value)	**HUF (24)**	**HUF 94**

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 2011 is HUF 2,609 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 2011, 609 million cubic meters of natural gas (from which 518 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 2,343 million as of 30 June 2011 (31 December 2010: HUF 2,030 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

TVK Group realized sales revenues of HUF 46,116 million in the first six months of 2011 from MOL Group. As at June 30, 2011, accounts receivable of HUF 8,273 million and accounts payable of HUF 32,843 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.	2,070,000	100.00%	L	L
TVK Erőmű Termelő és Szolgáltató Kft.	2,630,100	26.00%	T	L
TVK Inter-Chemol GmbH (EUR thousand)	165	100.00%	L	L
TVK UK Ltd. (GBP thousand) *	200	100.00%	L	L
TVK Italia S.r.l. (EUR thousand)	100	100.00%	L	L
TVK FRANCE S.a.r.l. (EUR)	76,225	100.00%	L	L
TVK Ukrajna tov (hrivnya)	33,996	100.00%	L	L
TVK Polska Spzoo (PLN thousand)	109	100.00%	L	L
TMM Tűzoltó és Műszaki Mentő Kft.	3,000	30.00%	T	T
Tisza-WTP Vízelőkészítő és Szolgáltató Kft.***	455,000	0.00%	-	L

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

ANNEX 8
MAJOR EXTERNAL FACTORS

	H1 2010	Q1 2011	Q2 2011	H1 2011	Ch (%) Q2 2011/ Q2 2010	Ch(%) Q2 2011/ Q1 2010	Ch(%) H1 2011/ H2 2010
Naphtha FOB med USD/t	677	881	962	921	43.3	9.3	36.1
AGO 0.1 CIF med USD/t	656	886	965	926	43.1	9.0	41.0
Ethylene ICI's lor fd NEW contract EUR/t	940	1,147	1,207	1,177	25.3	5.2	25.2
Propylene ICI's lor fd NWE contract EUR/t	926	1,120	1,220	1,170	22.8	8.9	26.4
LDPE Film ICI's lor fd NWE low EUR/t	1,169	1,434	1,356	1,395	9.5	(5.4)	19.3
HDPE Film ICI's lor fd NWE low EUR/t	1,005	1,232	1,240	1,236	21.4	0.7	22.9
HDPE Blow ICI's lor fd NWE low EUR/t	994	1,246	1,254	1,250	24.2	0.6	25.8
PP Homo raffia ICI's lor fd NWE low EUR/t	1,122	1,336	1,323	1,330	8.5	(0.9)	18.53
PP Homo Injection ICI's lor fd NWE low EUR/t	1,123	1,343	1,342	1,342	9.7	0.0	19.48
PP Copolymer ICI's lor fd NWE low EUR/t	1,166	1,374	1,393	1,383	9.4	1.3	18.60
EUR/HUF	271.49	272.45	266.31	269.38	(2.9)	(2.3)	(0.8)
USD/HUF	205.00	199.38	184.92	192.15	(14.3)	(7.3)	(6.3)
EUR/USD	1.329	1.367	1.440	1.404	13.1	5.3	5.6

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, 2011)			Period closing (June 30, 2011)			Year opening (January 1, 2011)			Period closing (June 30, 2011)		
	%[2]	%[3]		%[2]	%[3]		%[2]	%[3]		%[2]	%[3]	
Domestic institution/company	89.30	same	21,690,707	89.32	same	21,697,064	89.30	same	21,690,707	89.32	same	21,697,064
Foreign institution/company	9.21	same	2,237,133	9.20	same	2,234,767	9.21	same	2,237,133	9.20	same	2,234,767
Domestic individual	1.19	same	288,245	1.44	same	349,154	1.19	same	288,245	1.44	same	349,154
Foreign individual	0.02	same	6,190	0.03	same	7,324	0.02	same	6,190	0.03	same	7,324
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	0.28	same	68,568	0.01	same	2,534	0.28	same	68,568	0.01	same	2,534
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, 2011)

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

List and Description of Shareholders with more than 5% of Equity Total (on June 30, 2011)

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

[1] Domestic (B), Foreign (K)
[2] Corporate (T)
[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, 2010	Year Opening January 1, 2011	Period Closing June 30, 2011
Corporate level	1,135	1,112	1,119
Group level	1,163	1,140	1,146

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	Michel-Marc Delcommune	Board member	03.11.2000	30.04.2011	0
BoD	Gyula Gansperger	Board member	20.04.2006	20.04.2016	0
BoD	Vratko Kassovic	Board member	28.04.2005	30.04.2011	0
BoD	Dr. Péter Medgyessy	Board member	20.04.2006	20.04.2016	0
BoD	József Molnár	Board member	20.04.2001	30.04.2011	0
BoD	Dr. Zoltán Nagy	Board member	01.05.2011	30.04.2016	0
BoD	Miklós Kamarás	Board member	01.05.2011	30.04.2016	0
BoD	Ferenc Horváth	Board member	01.05.2011	30.04.2016	0
BoD	Árpád Olvasó	Deputy Chairman of the Board	29.08.2000	31.05.2011	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	Judit Turóczy	SB member	21.04.2011	20.04.2016	
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	László Réti	SB member, employee representative	29.04.2010	29.04.2015	0
SP	Zsolt Pethő	Chief Executive Officer	01.06.2011	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
SP	Árpád Olvasó	Chief Executive Officer	01.07.2003	31.05.2011	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 2011 there was no significant change in company structure.

During Q1 2011 there was no significant change in the senior management. As of 30 April, 2011, Mr. József Molnár, Mr. Michel-Marc Delcommune and Mr. Vratko Kassovic, the members of the Board of Directors resigned from membership. The GM elected dr. Péter Medgyessy and Gyula Gansperger for a period of five (5) years – but latest till the day of the annual ordinary general meeting in 2016 – commencing with 21 April 2011 as a member of the Board of Directors of TVK Plc. and the GM elected Zoltán dr. Nagy, Miklós Kamarás and Ferenc Horváth for a period of five (5) years – but latest till the day of the annual ordinary general meeting in 2016 – commencing with 1 May 2011 as a member of the Board of Directors of TVK Plc. The GM elected Judit Turóczy the employee of TVK Plc. based on the nomination of the Works Council of TVK Plc. and pursuant to Section 39 of the Companies Act for a period of five (5) years – but latest till the day of the annual ordinary general meeting in 2016 – commencing with 21 April 2011 as a member of the Supervisory Board of TVK Plc.

Árpád Olvasó resigns as of 31st of May, 2011as TVK Plc's Chief Executive Officer and as member of the Board of Directoras. The Board of Directors acknowledged the decision of Árpád Olvasó, and highly appreciated his outstanding work made in the past eight years, that significantly supported TVK Plc. to develop into a leading petrochemical company in Central Eastern Europe. As of 1st of June, 2011 Zsolt Pethő will be the Chief Executive Officer of TVK Plc. Zsolt Pethő does not hold any TVK Plc. shares.

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 Flash Report on H1 2011 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, 2011

Hodossy

Gyula Hodossy
Chief Financial Officer,
Deputy CEO

Attila Kmetti
Head of Accounting and Tax

Sz Né