

pannonplast

**Pannonplast Rt's
Stock-Exchange Flash Report**

Q1–Q3 2005

November 03, 2005

2005 Q3

This Flash Report discloses Pannonplast Group's consolidated, non-audited figures as prepared in accordance with the International Financial Reporting Standards (IFRS).

Positive profit after taxes in Q3 and continuingly double EBITDA as compared to the base period

Pannonpipe and Pipelife Romania, operating with losses in the past years, have been sold. As a consequence, the net indebtedness of Pannonplast has diminished to the lowest level as compared to recent years. The decrease has been HUF 2.1 billion

APEH [Tax and Financial Control Office] has approved the utilization of a HUF 2.6 billion negative tax base for Pannonplast Rt. to represent more than HUF 400 million savings in tax payments in the future

Gross profit was higher in Q3 than in the base period. The decrease in consolidated sales revenue and gross profit as in comparison with the base period has been the consequence of the sale and dissolution of subsidiaries in Q4 2004, as well as the sale of the two pipe-producing companies this year

Economical operations have been maintained in Q3, as well. The low level of unallocated costs has brought about improvement in all the business lines as compared to the operating profits of the base period

The employee headcount of the shareholder Pannonplast Rt. has been further reduced. The company has managed to save HUF 306 million in its operations in the first nine months of the year so far as compared to the same period in 2004

Key indicators	HUF million					
	Q3 2005	Q3 2004	Index (%)	Q1-Q3 2005	Q1-Q3 2004	Index (%)
Net sales revenue	5,339	6,870	77.7	17,013	20,123	84.5
Direct cost of sales	4,126	5,480	75.3	13,243	15,475	85.6
Profit	1,213	1,390	87.3	3,770	4,648	81.1
<i>Profit rate</i>	<i>22.7%</i>	<i>20.2%</i>		<i>22.2%</i>	<i>23.1%</i>	
EBITDA	483	205	235.6	1,570	792	198.2
<i>EBITDA rate</i>	<i>9.0%</i>	<i>3.0%</i>		<i>9.2%</i>	<i>4.2%</i>	
Operating profit (EBIT)	-36	-368	9.8	-55	-1,018	5.4
Net profit	-12	2	-600.0	-237	-1,007	23.5
Investment	646	169	382.2	1,244	550	226.2
Net loan volume	3,503	7,056	49.6	3,503	7,056	49.6
Headcount *	1,165	1,695	68.7	1,165	1,695	68.7
Per capita sales revenue **	18.33	16.21	113.1	19.47	15.83	123.0
Number of shares at the end of the period	4,210,931	4,210,931		4,210,931	4,210,931	
Average number of shares	4,210,931	4,210,931		4,210,931	4,210,931	
Per capita ***						
EBITDA	114.7	48.7	235.6	372.8	188.1	198.2
Net profit	-2.8	0.5	-600.0	-56.3	-239.1	23.5
Equity	2,963.7	3,243.9	91.4	2,963.7	3,243.9	91.4
Average EUR exchange rate	246.43	248.76		247.58	253.16	
EUR exchange rate at the end of the period	249.59	247.00		249.59	247.00	
* at the end of the period						
	** consolidated sales, on an annual basis			*** in HUF		

Figures presented for the individual business lines (Section 1) are not consolidated, and do not comprise data in relation to central management.

1. Performance by the individual business lines

1.1. Consumer packaging

- ▶ Pannunion Kft.
- ▶ Unical (Romania)
- ▶ Almand Kft.
- ▶ Pannon-Effekt Kft.
- ▶ Interagropack (Ukraine)
- ▶ TU-Plast Kft.

Key indicators	HUF million					
	Q3 2005	Q3 2004	Index (%)	Q1-Q3 2005	Q1-Q3 2004	Index (%)
Net sales revenue	3,044	2,854	106.7	8,830	8,411	105.0
Direct cost of sales	2,240	2,131	105.1	6,658	6,192	107.5
Profit	,804	,723	111.2	2,172	2,219	97.9
<i>Profit rate</i>	26.4%	25.3%	,	24.6%	26.4%	
EBITDA	383	277	138.3	930	917	101.4
<i>EBITDA rate</i>	12.6%	9.7%	,	10.5%	10.9%	
Operating profit (EBIT)	130	25	520.0	181	140	129.3
Investment	333	130	256.2	778	358	217.3
Headcount	691	702	98.4	691	702	98.4
Per capita sales revenue*	17.62	16.26	108.4	17.04	15.98	106.6

* on an annual basis (except for the flash report for the entire business year)

In the first nine months of 2005, our group companies involved in packaging industry have shown diverse sales performance, which in total has led to a 5% increase in their sales revenue. The moderating influence of the increase in the sales volume exceeding that has been caused by the much stronger average exchange rate of the domestic currency as compared to the base period, since the export proportion brought about by this business line has been 46%. At the end of the period, this unfavorable effect of the exchange rates has been eased by the weakening of HUF. Excellent sales performance has been reflected by the Ukrainian Interagropak and Romanian Unical achieving more than 30% growth in sales revenue. Tu-Plast has continued to experience the most considerable relapse, but it has been able to reduce this fallback by taking intensive sales measures in Q3.

The number of the headcount of the business line has dropped by 11 in comparison to the base period, and the per capita sales revenue has risen by 7%.

Gross profit rate was 1.8% lower than the base (3.3% gap at the end of the first half of the year) that shows further improvement after the closing up in Q2. PVC prices dropping in Q2 – similarly to other base materials – unfortunately have started to increase again in Q3. At the same time, the group companies have been able to buffer the spiraling effect of oil prices of around USD 60 in the world markets and their purchasing costs have been lower than last year. The introduction of measures for improving production and efficiency is to be also noted here, as they have already surfaced by the end of this period.

The gross profit rate of Unical has been limited by the continuously strengthening Romanian Lei – despite the slight correction in Q2 – as the critical volume of sales revenue are settled in EUR. Yet, the strengthening of Lei has had a fairly positive influence on the financial profit, where the Company has managed to achieve net HUF 93 million exchanges gain due to its formidable liability volume on HUF basis. Pannunion Kft. has carried out a EUR 1.1 million capital increase in Unical during Q2, acquiring 51% majority ownership as a consequence (Pannonplast Rt.: 49%)

The total operating profit of the business line has improved due to the strong performance in Q3, as well as despite the slow rise of the gross profit and the delayed start-up of the production of high-margin products.

The business line has spent nearly twice as much on investments as in the base period. Such investments are to serve capacity expansions and the acquisition of technologies that are expected to create a basis for the manufacturing of products that would entail higher margin, as well as almost unprecedented quality in the region.

1.2. Business line of technological plastics

- ▶ Pannonplast Műszaki Műanyagok Rt. (PMM)
- ▶ Dexter Rt.

Key indicators	HUF million					
	Q3 2005	Q3 2004	Index (%)	Q1-Q3 2005	Q1-Q3 2004	Index (%)
Net sales revenue	1,144	1,627	70.3	3,704	5,197	71.3
Direct cost of sales	1,184	1,611	73.5	3,621	4,780	75.8
Profit	-40	16	-250.0	83	399	20.8
<i>Profit rate</i>	<i>-3.5%</i>	<i>1.0%</i>		<i>2.2%</i>	<i>7.7%</i>	
EBITDA	-93	-220	42.3	-106	-595	17.8
<i>EBITDA rate</i>	<i>-8.1%</i>	<i>-13.5%</i>		<i>-2.9%</i>	<i>-11.5%</i>	
Operating profit (EBIT)	-283	-430	65.8	-678	-1,195	56.7
Investment	11	17	64.7	33	66	50.0
Headcount	297	358	83.0	297	358	83.0
Per capita sales revenue*	15.41	18.18	84.8	16.63	19.36	85.9

* on an annual basis (except for the flash report for the entire business year)

The sales revenue of the business line in the first nine months lagged behind that of the base period by 28.7%. The primary roots of such decline can be found in the low-volume orders – even in the face of preliminary forecasts – by certain customers. Although the first seven months of the year traditionally represent the weakest season in technical plastics manufacturing, larger volumes of product releases were foreseen than the factual figures achieved in this period. The sales revenue of tool engineering has declined by 19%, while the related export proportion has gone up to 63%.

Trends in the gross profit across the entire business line have been determined by the large-volume PMM. PMM' cumulated gross profit rate has been 2.2%, which seems to be a result of the low business intensity in Q2 and Q3, as well as the test runs in connection with the new products.

The major part of the optimization program introduced at PMM has been completed, and related results are expected to be apparent in the peak season of Q4. As parallel with restructuring, sales activities have been reinforced with the related outcomes expected to show off in the second half of the year. By the end of the period, customer diversification indicators have shown a substantially more favorable picture than at the end of the base period.

The business line's operating losses are approximately more than HUF 500 million lower than in the base period, which is due to the fact that administrative expenses could be nearly halved.

Financial burdens on the business line are still material. The volume of bank loans allocated to the business line exceeds HUF 3 billion, which almost equals to the net volume of loans in the entire group. The amount of interests paid to financial institutions has exceeded HUF 150 million.

Needs for capital investment have been moderate due to the modern and sound assets used. In the period under review, PMM has commenced the installation of a new logistics support system.

The Pannonplast Rt's Board of Directors has decided to involve a professional strategic partner in the case of PMM Rt., which process is foreseen to continue in Q4, as well.

1.3. Other corporate investments (formerly 'financial investments')

- ▶ Polifoam Kft.
- ▶ FCI Kft.
- ▶ *Pannonpipe Kft., Pipelife Románia consolidated until July 31*

Key indicators	HUF million					
	Q3 2005	Q3 2004	Index (%)	Q1-Q3 2005	Q1-Q3 2004	Index (%)
Net sales revenue	1,296	2,241	57.8	4,953	6,139	80.7
Direct cost of sales	,837	1,664	50.3	3,430	4,394	78.1
Profit	,459	,577	79.5	1,523	1,745	87.3
<i>Profit rate</i>	<i>35.4%</i>	<i>25.7%</i>		<i>30.7%</i>	<i>28.4%</i>	
EBITDA	184	200	92.0	481	578	83.2
<i>EBITDA rate</i>	<i>14.2%</i>	<i>8.9%</i>		<i>9.7%</i>	<i>9.4%</i>	
Operating profit (EBIT)	128	106	120.8	251	302	83.1
Investment	33	35	94.3	155	82	189.0
Headcount	168	434	38.7	168	434	38.7

Per capita sales revenue is not presented at this business line as the operations of the member companies differ considerably.

As of August 04 2005, Pannonplast Rt. sold its 50% shareholding in Pannonpipe Kft. to Pipelife International GmbH. As a consequence, its indirect interests in Pipelife Romania have also ceased to exist. Because of this transaction, the profits of the two companies were consolidated until July 31, 2005. **The related influence is to be taken into account in the analysis of the information presented in this Flash Report.**

As compared to the corresponding value in the base period, the sales revenues of other corporate investments have decreased by 19.3%. At the end of Q2, this gap was 6.2% due to the delay of infrastructural investments because of the enduring cold weather, which affected the demand both for pipes and heat-insulation products. Some delays were witnessed to occur in the wholesale demand for leisure and sports products, which could be also attributed to the lasting winter weather conditions. FCI has been able to exceed their sales revenue by 13%, while Polifoam has kept its sales revenue up to that of the base period. Pannonplast is planning to develop a new sales strategy for FCI to exploit international market potentials more effectively.

In the aggregate, profit rates have been retained on the level of the base period (as excluding the influence of company sales). In the case of Pannonpipe and its Romanian subsidiary, some improvement has been achieved in the light of the PVC rates declining in Q2 of the year. Polifoam and FCI performed on last year's level.

In total, the companies' quarterly business profits have turned out to be lagging behind that of the base period. The drop has been contributed by each group company to a slight extent.

Related to other corporate investments, Pannonplast Rt. is seeking opportunities for the sale of its portfolio items.

2. Financial analysis

2.1. Profit and loss account

The Company's consolidated sales revenue for the first nine months of 2005 has amounted HUF 17,013 million, which is 15.5% lower than the corresponding value in the same period of the previous year. The underlying reasons for such a decrease have been the drop-out of the sales revenues of the four group companies sold in 2004 and the two Pipe member companies disposed in 2005 (almost 12% of the consolidated sales revenue) and the strengthening of the domestic currency (with its nearly 2% effect). As concerning the volume of sales, it has been the technological plastics business line and group companies belonging to the scope of other corporate investments that have brought about poorer results than those in the base period. Sales by the technological plastics business line in the first nine months is to be also highlighted, as they have lagged behind by more than 40% in the face of the corresponding figure for 2004. The value of export has been HUF 7.732 million, 45.4% of the total sales revenue, which indicates a 4.9% increase as compared to the base period.

The proportion of direct costs in relation to the base has taken an unfavorable course. Due to the slower decrease in the sales revenue and direct costs, the rate of gross profit has amounted to HUF 3,770 million in Q1–Q3. The gross profit rate has dropped from 23.1% to 22.2% on the basis of cumulative figures, primarily because of the low margin of technical plastics. The decrease in the profit rate has been generated by the first half of the year, while in Q3 some improvement has already been brought about. The reasons of improvement in Q3 have been the more efficient operation of consumer packaging business line and the change in the cost structure of other investments and pipe manufacturing. Further difficulties have been caused by the influence of base material prices that could just partly enforced in the product prices, which has been a problem for a long time. As concerning price increases of PVC constituting almost 50% of the total base materials used, however, the hardest period was over by March, thus the narrowing gap in the packaging business line has also been induced by the price level of PVC, as purchase prices have turned out to be lower in Q2 than in the base period. Base material prices, unfortunately, started to increase again in Q3.

Indirect costs of sales have amounted to HUF 4,053 million in the period under review, which is 23.8% of the sales revenue and 77.6% of the base period value. The main root of the decrease has been the more cost-efficient operations in the technological plastics business line and at the shareholder, Pannonplast Rt. Pannonplast Rt. alone has been able to operate on a HUF 306 million lower cost level than in the same period of 2004. The start-up of projects towards the reduction of indirect costs, as well as the development of central purchasing activities have been continued. The full-time headcount of the Group has fallen to 1,165 employees – from 2,000 just recently –, partly due to cost-saving restructuring measures and the disposal of companies. The central active headcount of Pannonplast has lately been reduced from 40 to 9 employees. Central activities were moved to a new office in January 2005 with the related size and running expenses being much lower than those at the previous site.

In Q1–Q3 of the year the balance of other expenditures and revenues increased the Group's profit by HUF 228 million, out of that in Q2 this increase was HUF 35 million. A major part in other profits is constituted by the earnings realized on the sales of certain fixed assets.

In the period under review, the Group has recognized HUF 46 million one-off cost.

The operating profit (EBIT) has been HUF –55 million in the first nine months of 2005, and HUF –1,018 million in the base period. In the third quarter of the year, an operating loss of 36 million has charged cumulated profits.

The operating cash flow (EBITDA) has been HUF 1,570 million in the first nine months of 2005, which reaches up to almost one and a half times the EBITDA in the entire year of 2004, and more than the double of the value for the base period. In the period under review, HUF 1,625 million depreciation has been recognized, which is HUF 185 million less than the base value. The underlying reasons have involved the disposal of business entities, as well as the moderate investment activities in the past two years.

In the first nine months of 2005, the total of financial transactions has induced HUF 23 million expenses, which is HUF 223 million lower than the corresponding value in 2004. The financial profit approximating zero balance in the period under review can be regarded as favorable, since net interest expenses have been largely compensated for.

The ordinary business result has been HUF –78 million, which is much more favorable than the HUF –1,246 million base value.

No material extraordinary profit has occurred. For tax payment obligations HUF 66 million has been accounted. We have recognized HUF 93 million deduction for minority interest. The profit after tax for the first nine months was HUF –144 million (+31 million in Q3).

The consolidated net profit has been come to be a HUF 237 million loss for the first nine months of 2005, which indicates significant improvement in the face of the HUF 1,007 million loss in the base period.

2.2. Balance sheet

In general, it can be claimed that the volume of assets in the consolidated balance sheet has declined due to the sale of group companies – approximately to those of the Pipe companies. In addition, the value of investments last year has amounted to 40% of the depreciation recognized which has caused decreases in intangible and tangible assets. Even for 2005, The Company is not planning to implement any investment level in excess of depreciation.

The volume of net current assets – as considering trade receivables, inventories and trade payables – has considerably been under the base value due to the unfavorable base values of the Pipe companies. Increases in the volume of cash have been mainly induced by the sale of companies and strong operating cash flow. The balance of other receivables has come approximately on the same level as that of the base period. The majority of other receivables have comprised various tax receivables.

The decrease in the equity of the Company has been a consequence of the net results achieved in the period under review.

The amount of long-term liabilities has fallen from the base HUF 5,130 million value to HUF 1,578 million with the underlying reason being the intensive loan repayment activities last year and the rescheduling of those repayment obligations to short-term loans that were originally undertaken with maturities within the year. The volume of short-term loans has increased as a result of this rescheduling, as well as the seasonally increased demand for financing current assets (approximately HUF 500 million).

The total volume of short-term and long-term loans has declined by HUF 780 million to HUF 7,074 million (net loan: HUF 3,503 million) as compared to the base value. Such a decrease has been a result of loan repayments of the past year. The ratio of net loan/equity has been reduced to 0.28 (from 0.45 at the end of the first half of the year).

The balance of other short-term liabilities has slightly decreased as compared to the base value. The largest single items include wages and salaries in current operations, social security contributions, as well as accrued and deferred liabilities.

2.3. Cash flow

Liquid assets from operations have reflected a HUF 643 million inflow with the primary reason being the strong business intensity and the rise of sales in Q2.

New investments have amounted to HUF 1,244 million, and at the same time HUF 2,193 million has been realized on the sales of fixed assets, consequently the net balance of investments has turned out to be considerably positive.

The cash flow of financing activity has been positive due to the increase in the volume of short-term loans.

The Group's cash volume has increased considerably as compared to the beginning of the period, mainly resulting from the investment of the value of fixed assets sold.

3. Miscellaneous

3.1. Investments and developments

In the year of 2004, the Company spent almost HUF 1,000 million on investment. The majority of this sum covered investments into maintaining the existing level. These moderate investment activities have been a part of the program towards the intensive reduction of indebtedness. With the year of 2004, the Company did complete the so-called "investment stop" program, and in 2005 it has concentrated again – though in a heavily controlled way – on development purpose investments. In the first nine months of 2005, Pannonplast Group has turned HUF 1,244 million on investments.

3.2. Deferred taxes

Pannonplast Group has the following positions in relation to deferred tax (data in HUF million):

Losses available for future utilization	6,537
Accrued income from taxes	1,046
Recognized income from taxes	630

The Company has not accounted HUF 416 million deferred income from tax for reasons of precaution. The 16% corporation income tax rate has been applied to tax calculation.

3.3. Corporate events

On April 29, Pannonplast Rt. held its Annual Ordinary General Meeting. The resolutions by the General Meeting are accessible on the website of BÉT [Budapest Stock Exchange] and Pannonplast Rt.

www.bet.hu

www.pannonplast.hu

3.4. Employees

The total headcount of the Group's own employees has been 1,695 at the end of the base period, while 1,651 at the end of the period under review. The underlying reason for such decreases has been the sale of certain group companies, as well as the measures towards the enhancement of efficiency (e.g. headcount rationalization at the central organization). The decrease in lease labor force by more than 50% is the result of the fact that increases in capacity utilization of the group companies made the reorganization of headcount necessary. Certain group companies have terminated the employment of the flexible, but more expensive lease work and increased the number of their own employees.

	September 30 2004			September 30 2005			Change		
	Own	Lease	Total	Own	Lease	Total	Own	Lease	Total
Pannonplast Rt.	31	0	31	9	0	9	- 22	0	- 22
Pannonplast Group	1,695	180	1,875	1,165	74	1,266	-530	-106	-609

3.5. Changes in the Company's share capital, management and organization

As of December 31 2004, the share capital amounted to HUF 421,093,100, which still has not changed in 2005.

As of September 30 2005, the Company held 162,500 stock-exchange futures contracts for Pannonplast Rt's shares.

The membership and number of the Board of Directors and the Supervisory Board have not changed in Q3 of 2005.

Information as concerning senior officers is detailed in Data Sheet TSZ3.

In accordance with the related legal regulations, we hereby declare that this Report does not present any material errors that would cause this quarterly stock-exchange flash report to reflect any unrealistic view on the Company's asset, financial and income status as of September 30 2005.

Budapest, November 03 2005

***Pannonplast Rt's
Board of Directors***

Data sheets

Name of the Company: PANNONPLAST Műanyagipari Részvénytársaság
[PANNONPLAST Plastic Industry Private Limited Company]
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Period: Quarter 1–3 of 2005
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Investor relations: Dénes Gyimóthy

1.1 Data sheets related to financial statements

PK1. General information on the financial figures

	Yes	No
Audited	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Consolidated	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Accounting standards Hungarian IFRS Other

PK2. Business entities under consolidation

Name	Share/ Share capital	Ownership rate (%)	Voting rights ¹ (%)	Classification ²
Pannunion Kft.	2220.7	100.0	100.0	F
Tu-Plast Kft.	931.8	60.0	60.0	F
Dexter Rt.	124.0	94.0	94.0	F
Polifoam Kft.	754.1	51.0	51.0	F
Pannonplast Műszaki Műanyagok Rt.	710.0	100.0	100.0	F
Almand Kft.	512.7	100.0	100.0	F
FCI Kft.	420.0	58.0	58.0	F
Unical Kft. ³	564.4	100.0	100.0	F
Interagropak Kft.	256.0	51.0	51.0	F
Pannon-Effekt Kft.	311.0	100.0	100.0	F
Kuala Ingatlanhaszn. Kft.	179.2	100.0	100.0	F

¹ Voting rights allowing participation in decision-making at the general meeting of any business entity under consolidation

² Full (F); Joint management (J); Associated (A)

³ % values to be interpreted indirectly

PK3. Consolidated balance sheet according to IFRS (million HUF)

	30/09/2005	30/09/2004	index (%)
A. Fixed assets	12,944	15,975	81.0
Intangible assets	908	934	97.2
Tangible assets	12,009	15,028	79.9
Investments (financial assets)	27	13	207.7
B. Current assets total	11,885	12,045	98.7
Inventories	2,837	3,549	79.9
Receivables	5,477	7,698	71.1
Securities, Cash and cash equivalents	3,571	798	447.5
ASSETS TOTAL	24,829	28,020	88,6
D. Owner's equity total	12,480	13,660	91.4
Share capital	421	421	100.0
Capital reserve, accumulated profit reserve	12,296	14,246	86.3
Retained profit	(237)	(1,007)	23.5
Minority share	1,387	1,459	95,1
Accrued profit	0	0	
F. Liabilities total	10,962	12,901	85.0
Long-term liabilities	1,578	5,130	30.8
Short-term liabilities	9,384	7,771	120.8
- Accounts payable	2,884	3,875	74.4
- Short-term credits	5,496	2,724	201.8
- Other short-term liabilities	1,004	1,172	85.7
LIABILITIES TOTAL	24,829	28,020	88,6

PK4. Consolidated profit and loss account according to IFRS (million HUF)

	30/09/2005	30/09/2004	Index (%)
Sales revenue	17,013	20,123	84.5
Direct cost of sales	(13,243)	(15,475)	85.6
Gross profit	3,770	4,648	81,1
Indirect cost of sales	(4,053)	(5,220)	77.6
Other expenses	(313)	(696)	45.0
Other income	541	250	216.4
A. Operating profit	(55)	(1,018)	5.4
Financial income	582	567	102.6
Financial expenditure	(605)	(813)	74.4
B. Profit on financial transactions	(23)	(246)	9.3
C. Profit on ordinary activities	(78)	(1,264)	6.2
D. Extraordinary profit	0	9	0.0
E. Profit before tax	(78)	(1,255)	6.2
Corporate income tax	(66)	352	-18.8
F. Profit after tax	(144)	(903)	15.9
Minority interest	(93)	(104)	89.4
G. Net profit of the period under review	(237)	(1,007)	23.5
EBITDA	1.570	792	198.2

PK5. Consolidated cash flow statement according to IFRS (million HUF)

	30/09/2005	30/09/2004
Profit after tax	(237)	(1,007)
Depreciation	1,625	1,810
Changes in working capital	(524)	219
Other adjustments	(221)	(462)
Liquid assets from operations	643	560
Purchase of fixed assets	(1,244)	(550)
Sale of fixed assets	2,193	256
Liquid assets from other investments	0	2
Liquid assets from investments	949	(292)
Revenues from share issue	0	0
Changes in long-term loans	(441)	134
Changes in short-term loans	1,664	(781)
Dividends	(128)	(120)
Liquid assets from other financing transactions	(53)	39
Liquid assets from financial transactions	1,042	(728)
Net changes in liquid assets	2,634	(460)
Opening value of liquid assets as of January 01	754	800
Closing values of liquid assets	3,388	340
Isolated deposit account	152	152
Overdraft	0	306
Balance-sheet value of liquid assets	3,540	798

PK6. Material off-balance-sheet items:

On the accounting date of September 30 2005, the Company had a forward purchase arrangement in an amount of EUR 3 million against HUF with the expiry of December 15 2005 at an average exchange rate of HUF 255.75.

1.2 Data sheets on the share structure and the owners

RS1. Ownership structure, holdings and voting rights

Classification of shareholders	Share capital total					
	June 30 2005			September 30 2005		
	% ²	% ³	pc	% ²	% ³	pc
Domestic institution	41.90	41.90	1,764,587	46.10	46.10	1,941,086
Foreign institution	28.69	28.69	1,208,153	23.75	23.75	1,000,225
Domestic private individual	27.17	27.17	1,144,316	27.49	27.49	1,157,551
Foreign private individual	0.21	0.21	8,810	0.59	0.59	24,980
Employees, senior officers	1.91	1.91	80,540	1.96	1.96	82,564
Own holding	0.00	0.00	0	0.00	0.00	0
Shareholder belonging to the central budget ¹	0.11	0.11	4,525	0.11	0.11	4,525
International Development Institutions	-	-		-	-	
Other	-	-	-	-	-	-
Total	100.00	100.00	4,210,931	100.00	100.00	4,210,931

¹ Administrative body

² Ownership rate

³ Voting rights allowing participation in decision-making at the general meeting of the issuing entity

RS2. Changes in the number of shares in own holding in the year under review

	January 01	March 31	June 30	September 30
Pannonplast Rt.	0	0	0	0
Subsidiaries	0	0	0	0
Total	0	0	0	0

As of September 30 2005, the Company held 162,500 of stock-exchange futures purchase contracts for Pannonplast Rt's shares with deadline in March 2006.

RS3. List and particulars of shareholders holding shares over 5% (at the end of the period)

Name	Nationality ¹	Activity ²	Number (pc)	Share (%) ³	Voting right (%) ^{3,4}	Notes ⁵
Benji Ruhai pari Kft	D	I	470,061	11.16	11.16	P
Berenberg Global Opportunity – Magyar Fund	F	I	286,787	6.81	6.81	P
Lazarus Vagyonkezelő Rt.	D	I	233,250	5.54	5.54	P

¹ Domestic (D), Foreign (F)

² Trustee (T), Budget (B), International Development Institution (ID), Institutional (I), Business Entity (BE), Private (P), Employee, Senior Officer (E)

³ To be specified as rounded to two decimals

⁴ Voting rights allowing participation in decision-making at the general meeting of the issuing entity

⁵ E.g.: professional investor, financial investor, etc.

1.3 Data sheets on the organization and operations of the issuing entity

TSZ2/1. Changes in the headcount of full-time employees (pers.)

	At the end of base period	At the end of period under review
Pannonplast Rt.	31	9
Group level	1,695	1,165

TSZ3. Senior officers and (strategic) employees controlling operations of the issuing entity

Type ¹	Name	Position	Starting date of commission	End/termination date of the commission	Own share holding (pc)
BD	Balázs Bokorovics	President	10/09/2004	September 10 2007	18,505
BD, SP	Balázs Szabó	Member, CEO	10/09/2004	September 10 2007	40
BD, SP	Dénes Gyimóthy	Member, Finance Director	10/09/2004	September 10 2007	3,000
BD	Géza Somogyváry	Member	10/09/2004	September 10 2007	0
BD	István Töröcskei*	Member	10/09/2004	September 10 2007	0
SB	Klára Deák*	President	29/04/2004	Year-end General Meeting 2007	0
SB	Eszter Kiss	Member	29/04/2004	Year-end General Meeting 2007	0
SB	Géza Lenk	Member	29/04/2004	Year-end General Meeting 2007	0
SB	Dr. Gyula Pázmándi	Member	29/04/2004	Year-end General Meeting 2008	0
Own share holding (pc) T O T A L:					21,545

¹ Employee in strategic position (SP), Member to the Board of Directors (BD), Member of the Supervisory Board (SB)

*

In the period of May 23–27 2005, István Töröcskei acquired 12,000 of Pannonplast Rt's shares with the assistance of K&H Equities Rt. (120 financial futures contracts) with the maturity of September 2005 and at an average rate of HUF 1,509.

On June 10 2005, István Töröcskei acquired 18,000 of Pannonplast Rt's shares with the assistance of K&H Equities Rt. (180 financial futures contracts) with the maturity of August 2005 and at an average rate of HUF 1,690.

On June 10 2005, Dé és Dé Tanácsadó és Szolgáltató Kft. owned by Klára Deák acquired 2,500 Pannonplast Rt's shares at an average rate of HUF 1,680 and 9,000 shares at rate of 1,690 (in aggregate 115 financial futures contracts) with the deadline of August 2005.

Klára Deák and István Töröcskei have transferred the above futures contracts to contracts with later maturities.

1.4 Data sheets on extraordinary disclosures

ST1. Extraordinary disclosures published in the period under review

Date	Publication	Subject, short contents
27/09/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Future transactions of own shares
29/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Future transactions of own shares
22/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Future transactions of own shares
18/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Pannonplast Rt's purchase of future own shares
15/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Future transactions of own shares
11/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Pannonplast Rt's purchase of future own shares
09/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Modification of Pannonplast Rt's Flash Report for Q2, published on 30/07/2005
09/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Future transactions of own shares
04/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Pannonplast Rt. has sold its own share in Pannonpipe Kft.
03/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Pannonplast Rt's purchase of future own shares
01/08/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	Pannonplast Rt. has sold its own shareholding in Polifoam Kft. to Polifin A Kft., which is owned 100% by it
25/07/2005	BÉT, Magyar Tőkepiac [Budapest Stock Exchange, Hungarian Capital Market]	HVB Bank Hungary Rt's disclosure on its client having acquired influence in the Company, and then terminated the same

Regular disclosures	
30/07/2005	Pannonplast Rt's flash report for Q2 of 2005

Other disclosures	