

Proposed resolutions adopted at the meeting of Pannonplast Plastics Industry Public Company Limited by Shares' Board of Directors on 27 July 2007 to the agenda of the Company's extraordinary General Meeting to be held on 31 August 2007

IN ASSOCIATION WITH AGENDA ITEM 1 OF THE GENERAL MEETING

- 1. Modification of the Company's Articles of Corporation: instead of the Board of Directors and the Supervisory Board, the establishment of a uniform Board of Directors in line with the relevant requirements of the Act on Business Associations.**

Resolution no. 2007.07.27/11 by the Board of Directors

Due to the changes in and simplification of Pannonplast Plc's activities, the Board of Directors proposes to the General Meeting that as relying on the opportunity offered by the Act on Business associations the General Meeting should set up a uniform Board of Directors for the attendance of the tasks currently entrusted to the Board of Directors and the Supervisory Board with the concurrent dissolution of the said bodies.

For the purpose of setting of such a uniform Board of Directors, the relevant Chapter VI (Board of Directors) and VII (Supervisory Board) of the Company's effective Articles of Corporation shall be fully cancelled, and a new Chapter shall be added on the Board of Directors to the Articles of Corporation, and all and any provisions pertaining to the Board of Directors and the Supervisory Board shall be modified accordingly throughout the entire text of the Articles of Corporation.

With respect to the fact that the proposed modifications of the Articles of Corporation in association with Agenda Item 1 of the General Meeting have been made available to the shareholders by the Board of Directors with the full text thereof, towards the flawless conduct of the General Meeting the Board of Directors proposes that the General Meeting should decide on the modification of the Articles of Corporation without the propoundment of the relevant textual parts in details, and thus instead of voting in connection with the individually proposed modifications separately all the proposed modifications shall be subject to a single joint voting. The proposed resolutions in connection with the foregoing are as follow:

Resolution 1/2007 (31/08) by the General Meeting (proposal)

In association with the modifications of the Articles of Corporation connected with the establishment of the Board of Directors, the General Meeting resolves that the related decision shall be made without the propoundment of the relevant textual parts of the proposal by the Board of Directors, and thus instead of voting in connection with the individually proposed modifications separately all the proposed modifications shall be subject to a single joint voting so that no decision should be made on the uniform text containing any additional amendatory motion, as well as any approved amendatory motion.

In connection with the modification of the Articles of Corporation pertaining to the establishment of the uniform Board of Directors, the Board of Directors is making the following proposal:

Resolution 2/2007 (31/08) by the General Meeting (proposal)

For the attendance of the tasks of the Board of Directors and the Supervisory Board, the General Meeting shall set up a uniform Board of Directors in conformance with Section (1) of Article 308 of Act IV of 2006 on Business Associations. Accordingly, the General Meeting shall modify the Company's Articles of Corporation as follows:

- A) The entire Chapter VI (Board of Directors) and VII (Supervisory Board) of the Articles of Corporation shall be cancelled, and thus replaced by the following Chapter VI and VII:***

"VI.

BOARD OF DIRECTORS

32. Instead of a separate Board of Directors and Supervisory Board, a Board of Directors effectuating a uniform management system shall be operated at the Company to attend the statutory tasks of the Board of Directors and the Supervisory Board. In the framework of the tasks of the Board of Directors, this uniform Board of Directors shall determine the Company's strategic policies, supervise the operation of the Management. With respect to the priority of the Company's interests, as well as in view to the rights and obligations of the shareholders and any other party concerned as far as possible, the Board of Directors shall act in reasonable diligence and care.
33. Unless otherwise stipulated in the Articles of Corporation due to the effectuation of employee participation, the Board of Directors shall consist of at least five and maximally eleven natural persons who shall be elected by the General Meeting for definite or indefinite terms. The Chairman of the Board of Directors shall be elected by the members of the Board of Directors among themselves. The member of the Board of Directors entrusted to attend the tasks of the Chief Executive Officer (see Section 38 of Chapter VI) shall be appointed by the members of the Board of Directors among themselves.
33. The majority of the members of the Board of Directors shall be independent persons. Any member of the Board of Directors shall be deemed as independent if apart from the membership in the Board of Directors the same person has no other legal relations with the Company. The members of the Board of Directors shall not be deemed as independent especially if
- a) they are or used to be employees of the Company for a term of five years following the cessation of this legal relation;
 - b) they are conducting any activities for the Company or its senior officers in consideration of any counter-value in expert or any other commission engagement;

- c) they are such shareholders of the Company who individually, directly or indirectly control at least thirty percent of the votes cast, or the close relatives of such persons [Paragraph b) of Article 685 of the Civil Code;
- d) they are close relatives of any of the Company's - not independent - senior officers or senior employees;
- e) in the case of the Company's profitable operations, on the basis of their membership in the Board of Directors they are entitled to receive property benefits, or beyond the remuneration received as members of the Board of Directors they receive any other emolument from the Company or any other business company affiliated to the Company;
- f) they are in such legal relations with any of the Company's non-independent member in another business entity wherein the non-independent member has managing or controlling powers;
- g) they have been the Company's independent auditors, or the employees or partners of such auditors for a term of three years following the cessation of this legal relation;
- h) they are senior officers or senior employees in any business entity wherein any of the independent member of the board of directors is the senior officer of the public company limited by shares.

For the purposes of this Chapter, any such business entity shall be deemed to be a subsidiary wherein under the relevant regulations of Act CXX of 2001 on Capital Markets the Company has at least 10 (ten) % direct or indirect influence.

34. Each of the persons appointed for membership in the Board of Directors is obliged to represent either in writing, or in the minutes of the General Meeting whether s/he qualifies to be independent in accordance with the above rules upon the acceptance of such appointment at the latest.
35. The members of the Board of Directors shall be the following persons:
- [persons elected by the General Meeting]*
36. The Board of Directors shall establish its own rules of procedures within the framework of these Articles of Corporation, provided that the Board of Directors shall form a quorum if the majority of the actual members are present.
37. Powers of the Board of Directors:
- a) elaboration and acceptance of proposals for the proposals pertaining to issues that belong the exclusive competence of the General Meeting as in accordance with Section 19 of Chapter V of these Articles of Corporation, as well as the submittal of such proposals to the General Meeting;

- b) attendance of the keeping of the Company's books, ensuring the correctness of the financial and accounting reports;
- c) decisions and measures on issues that do not belong to the exclusive competence of the General Meeting, and rendered to the Board of Directors' scope of competence by the Articles of Corporation, as well as by the related acts and other legal regulations;
- d) decision on the Company's annual and medium-term plans;
- e) election of the Chief Executive Officer (see Section 38 of Chapter VI), as well as the establishment of the Chief Executive Officer's powers and emolument with proper respect to the associated powers of the General Meeting;
- f) decision on the registration of any new shareholder in the Shareholders' Ledger if they have not entrusted any organization with the keeping of the Shareholders' Ledger;
- g) obligation to receive any purchase offer for the Company's shares, as well as to make an opinion thereon, and make a proposal on thereon to the shareholders stating whether such an offer may be deemed as fair and acceptable, or as serving the Company's best interests;
- h) decision on any increase of the share capital under the related authorization of the General Meeting by means of issuing new shares or increasing it from any assets being available in excess of the share capital;
- i) entitlement and obligation to modify the Articles of Corporation in any case of increase in the share capital carried out within the competence of the Board of Directors, and in association with the Company's name, business seat, business sites, branch sites and (except for core activities) the Company's scope of activities;
- j) decision on the acquisition of treasury shares under the related authorization of the General Meeting, as well as in case (i) it is necessitated by the intention to avoid any serious damage directly threatening the Public Company Limited by Shares, or (ii) it is so required by the Act on Business Associations;
- k) decision on the payment of interim dividends;
- l) decision on the acceptance of any interim balance sheet in association with the acquisition of treasury shares, the payment of interim dividends or any increase of the share capital as covered by assets in excess of the actual share capital;
- m) decision on the issue of convertible bonds or employee shares under the related authorization of the General Meeting;
- n) establishment of strategic policies and participation in the elaboration of the strategy, establishment of business and financial plans, major capital expenditures,

control over property acquisition and capital withdrawal, establishment of succession policy in the management;

- o) formulation of company objectives, as well as the supervision and monitoring of the continuous accomplishment of such objectives;
- p) establishment of the remuneration principles for the Management with proper respect to the relevant powers of the General Meeting (see Section 19 of Chapter V), the supervision of Management activities and taking the appropriate measures as necessary, the execution of the share option program operated at the Company;
- q) handling of conflicts of interests, elaboration of the Company's Ethical Code;
- r) establishment of risk management principles to ensure the proper mapping of risk factors, the appropriateness of internal control mechanisms, as well as the related regulatory and supervisory system to handle such risks and legal compliance;
- s) elaboration of the mechanism for the nomination of the members to the Board of Directors, proposals on the emoluments of the members;
- t) formulation of principles pertaining to the transparency of the Company's operations and the disclosure of material corporate information, as well as the supervision of the observance of such principles;
- u) continuous supervision of the efficiency of the practice of corporate management;
- v) establishment of contacts with the Supervisory Board, as well as the preparation of reports for the Supervisory Board at least with the frequency specified in the Act on Business Associations;
- w) establishment of contacts with the shareholders on the appropriate level and with proper frequency;
- x) preparation of the responsible corporate governance report to be submitted to the Budapest Stock Exchange, and the propoundment of the same to the annual ordinary General Meeting;
- y) conclusion of the contract to be made with the auditor as prepared by the Audit Committee [Paragraph c.) of 46.3 of the Articles of Corporation], examination of the reports prepared in accordance with the Act on Accounting, as well as the proposal of the Board of Directors on the allocation of profits and the establishment of dividends, the making of a written report thereon to the General Meeting;
- z) summoning of any extraordinary General Meeting, and the making of a proposal on the agenda of such a General Meeting if at the sole discretion of the Board of Directors the activities of the Management are in conflict with any legal regulation, the Articles of

Corporation or any of the General Meeting's resolutions, or otherwise to the detriment of the Company's or the shareholders' interests;

aa) attendance of the statutory tasks of the Supervisory Board;

bb) attendance of any other statutory tasks.

38. The head of the Company's work organization shall be the member of the Board of Directors appointed to attend the tasks of the Chief Executive Officer who shall exercise employer's rights over the Company's employees as described in Section (2) of Article 28 of the Act on Business Associations. Pursuant to the relevant legal regulations in special cases or within the framework of any specific administrative tasks, the said member may transfer these latter powers to the Company's senior employees. If the Board of Directors is in office in the framework of a labour engagement, the employer's rights over the Chief Executive Officer shall be exercised by the Board of Directors.

39. Decisions by the Board of Directors shall be made by a simple majority. In the event of any equality of votes, it shall be the vote of the Chairman to decide. The Board of Directors' prior approval is required for all and any legal matters involving on the one hand (i) the Company or (ii) any of its subsidiaries, and on the other hand (i) the members to the Company's Board of Directors, (ii) any managers authorized to put corporate signature or their close relative (Paragraph b) of Article 685 of the Civil Code), or (iii) such companies that have granted any income belonging to the scope of taxation or social security contributions to a member to the Board of Directors, to a manager authorized to put corporate signature or to any of their close relatives, or the senior officer of such a company or any person that can be deemed to be under the direct control of such a company under Paragraph b) of Article 685 of the Civil Code. The member of the Board of Directors concerned is obliged to inform the Board of Directors promptly on such involvement in the given matter as after becoming aware of the conclusion of the agreement or any acts towards this end. The member to the Board of Directors concerned may not cast a vote in the matter in question.

VII.

AUDIT COMMITTEE

40. From among the independent members of the Board of Directors, the General Meeting shall elect an Audit Committee consisting of at least (3) members.

41. The Audit Committee shall be competent in:

a) formulation of their opinion on any report prepared in accordance with the Act on Accounting;

b) making of proposals on the person of the auditor and the emoluments thereof;

- c) preparation of the contract to be made with the auditor;
- d) monitoring of the enforcement of professional requirements and the regulations on the conflict of interests against the auditor, attendance of tasks in relation to the cooperation with the auditor, as well as the making of proposals on measures to be taken by the Board of Directors as necessary;
- e) evaluation of the operation of the financial reporting system, the making of proposals on any measure to be taken;
- f) provision of assistance to the work of the Board of Directors towards the proper control of the financial reporting system.

42. The members of the Audit Committee shall be the following persons:

[members of the Board of Directors elected by the General Meeting to act as the members of the Audit Committee]

43. [cancelled]

44. [cancelled]

45. [cancelled]

46. [cancelled]"

B) *References of the Articles of Corporation to the Board of Directors and Supervisory Board – including without limitations references in Section 11.2., 11.3.1., 11.4., 11.9., 16.1., 17.2., 17.3., 19. e), 19. g), 19. s)-t), 19. z), 20. a)-c), 20. e), 20. g), 21. b), 22.1., 22.2., 22.3., 23., 25., 29., 50., 56.2. and 60.2 of the Articles of Corporation – shall be modified to pertain to the uniform Board of Directors.*

IN ASSOCIATION WITH AGENDA ITEM 2 OF THE GENERAL MEETING

2. Recall of the members of the Board of Directors and the Supervisory Board with respect to the establishment of the uniform Board of Directors.

Resolution no. 2007.07.27/12 by the Board of Directors

In view of the fact that the General Meeting has decided on setting up a uniform Board of Directors, the mandates of the members of the current Board of Directors and Supervisory Board shall be terminated formally. Therefore, the Board of Directors proposes to the General Meeting to recall the members of the Board of Directors and the Supervisory Board as of the closing of this General Meeting. The proposals on the associated resolutions are as follow:

Resolution 3/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. Balázs Bokorovics (place of residence: H-3533 Miskolc, Árvíz utca 2/a 6.2; mother's name: Magdolna Jakupcsó) from his office held in the Board of Directors.

Resolution 4/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. Dénes Gyimóthy (place of residence: 94501 Komarno, M.R. Stefanika 2/9., Slovakia; mother's name: Antónia Ruppert) from his office held in the Board of Directors.

Resolution 5/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. Attila Juhász (place of residence: H-2251 Tápiószecső, Kossuth Lajos u. 4.; mother's name: Julianna Borsik) from his office held in the Board of Directors.

Resolution 6/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. István Töröcskei (place of residence: H-1125 Budapest, Kútvolgyi út 24/B 1.4.; mother's name: Ilona Jaeger) from his office held in the Board of Directors.

Resolution 7/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. Balázs Szabó (place of residence: 94501 Komarno, M.R. Stefanika 2/9.; mother's name: Katalin Ilona Dala) from his office held in the Board of Directors.

Resolution 8/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. Géza Somogyváry (place of residence: H-1201 Budapest, Dráva u. 3.; mother's name: Irén Hitzinger) from his office held in the Board of Directors.

Resolution 9/2007 (31/08) by the General Meeting (proposal)

Pannonplast Műanyagipari Nyrt.

As of the closing of this General Meeting, the General Meeting recalls Ms. Klára Deák (place of residence: H-1039 Budapest, Füst Milán utca 22.; mother's name: Valéria Hermann) from her office held in the Supervisory Board.

Resolution 10/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Mr. Géza Lenk (place of residence: H-1021 Budapest, Széher út 67.; mother's name: Emília Farkas) from his office held in the Supervisory Board.

Resolution 11/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting recalls Dr. Gyula Pázmándi (place of residence: H-1038 Budapest, Hanga köz 2/b.; mother's name: Franciska Nusz) from his office held in the Supervisory Board.

3. Election of the members of the Board of Directors (for an indefinite term).

Resolution no. 2007.07.27/13 by the Board of Directors

In view to the fact that the General Meeting has decided on setting up a uniform Board of Directors, the Board of Directors proposes to the General Meeting to elect Mr. Dénes Gyimóthy, Mr. Attila Juhász, Mr. István Töröcskei, Mr. Gábor Briglovics, Mr. Balázs Bokorovics to act as the members of the Board of Directors for an indefinite term. The proposals on the associated resolutions are as follow:

Resolution 12/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. Balázs Bokorovics (place of residence: H-3533 Miskolc, Árvíz utca 2/a 6.2; mother's name: Magdolna Jakupcsó) to act as the member of the Board of Directors for an indefinite term.

Resolution 13/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. Dénes Gyimóthy (place of residence: 94501 Komarno, M.R. Stefanika 2/9., Slovakia; mother's name: Antónia Ruppert) to act as the member of the Board of Directors for an indefinite term.

Resolution 14/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. Attila Juhász (place of residence: H-2251 Tápiószecső, Kossuth Lajos u. 4.; mother's name: Julianna Borsik) to act as the member of the Board of Directors for an indefinite term.

Resolution 15/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. István Töröcskei (place of residence: H-1125 Budapest, Kútvölgyi út 24/B 1.4.; mother's name: Ilona Jaeger) to act as the member of the Board of Directors for an indefinite term.

Resolution 16/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. Gábor Briglovics (place of residence: H-1121 Budapest, Csorna u. 1.; mother's name: Gertrúd Juhász) to act as the member of the Board of Directors for an indefinite term.

IN ASSOCIATION WITH AGENDA ITEM 4 OF THE GENERAL MEETING

4. Election of the members of the Audit Committee with respect to the establishment of the uniform Board of Directors.

Resolution no. 2007.07.27/14 by the Board of Directors

At Pannonplast Plc., the tasks of the Supervisory Board shall be executed by the Board of Directors after the termination of the Supervisory Board. Pursuant to the relevant legal regulations, an Audit Committee shall be established with members elected from the independent members of the Board of Directors. The members of the Audit Committee shall be elected by the General Meeting.

In view with the foregoing, the Board of Directors proposes to the General Meeting to accept the following proposed resolution:

Resolution 17/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. Attila Juhász (place of residence: H-2251 Tápiószecső, Kossuth Lajos u. 4.; mother's name: Julianna Borsik) to act as the member of the Audit Committee for an indefinite term.

Resolution 18/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. István Töröcskei (place of residence: H-1125 Budapest, Kútvölgyi út 24/B 1.4.; mother's name: Ilona Jaeger) to act as the member of the Audit Committee for an indefinite term.

Resolution 19/2007 (31/08) by the General Meeting (proposal)

As of the closing of this General Meeting, the General Meeting elects Mr. Gábor Briglovics (place of residence: H-1121 Budapest, Csorna u. 1.; mother's name: Gertrúd Juhász) to act as the member of the Audit Committee for an indefinite term.

IN ASSOCIATION WITH AGENDA ITEM 5 OF THE GENERAL MEETING

- 5. Modification of the Company's Articles of Corporation: the splitting of the Company's shares in a ratio of 1:5 ("stock split"), i.e. the reduction of the face value of the equity shares representing the Company's registered capital with the concurrent, proportionate increase of their number**

Resolution no. 2007.07.27/15 by the Board of Directors

With respect to the fact that the stock-exchange rate of the Company's equity shares have reached up to HUF 6,000 per share, and several foreign asset managers have proposed that the Company should consider the reduction of the face value of the shares (i.e. the splitting of the shares towards the increase of liquidity, the Board of Directors proposes to the General Meeting to support the reduction of the face value of the shares to HUF 20 (1:5), as it may have a positive influence on the liquidity of the securities issued by the Company.

The Board of Directors proposes to implement such reduction of the face value by means of share exchange, and as a result of the share exchange each equity share with a current face value of HUF 100 would be replaced for five shares with an individual face value of HUF 20 as produced in a dematerialized form. This share exchange would not affect the Company's registered capital, which after the share exchange is foreseen to be HUF 421,093,100 invariably. Nor the share exchange would affect the participations of the individual shareholders in the Company.

In association with the foregoing, the Board of Directors proposes the following resolutions to be adopted:

Resolution 20/2007 (31/08) by the General Meeting (proposal)

The General Meeting hereby establishes the individual face value of the equity shares issued by the Company to be HUF 20, and orders the replacement of the currently traded equity shares so that instead of each equity share with a current face value of HUF 100 five shares with an individual face value of HUF 20 should be produced. As a result of such replacement of the shares having been formerly issued by the Company for new shares in association with the reduction of their face values, the Company's registered capital shall consist of 21,054,655 (twenty-one million fifty-four thousand six hundred and fifty five) dematerialized equity shares with an individual face value of HUF 20, that is Twenty Hungarian Forints, instead of the current 4,210,931 (four million two hundred ten thousand nine hundred and thirty-one) dematerialized equity shares with an individual face value of HUF 100, that is One Hundred Hungarian Forints. The General Meeting authorizes the Board of Directors to establish the detailed conditions of the above-described conversion by way of its resolution, and inform the Company's shareholders accordingly within five business days following the registration of the modification of the provisions of the Company's Articles of Corporation affected by the change of the face value by the Company Registry Court.

In case the General Meeting supports the splitting of the shares, the Board of Directors puts the following proposed resolution forward to the General Meeting:

The General Meeting modifies Section 8 of the Company's Articles of Corporation as follows:

"8. Shares of the Company:

The Company's registered capital consists of 21,054,655 dematerialized equity shares of HUF 20, that is Twenty Hungarian Forints each, representing the same and equal membership rights; such shares comprises a single series of securities."

6. Renewal and modification of the authorization granted to the Board of Directors for the acquisition of treasury shares (Resolution no. 8/2007 (14/04) by the General Meeting) in connection with the uniform Board of Directors.

Resolution no. 2007.07.27/16 by the Board of Directors

The currently effective authorization granted to the Board of Directors for the acquisition of treasury shares is based on Resolution no. 8/2007 (14/04) by the General Meeting. The Board of Directors deems the renewal and modification of this authorization to be necessary for two reasons:

- (a) with the establishment of the uniform Board of Directors, the former Board of Directors is being replaced by a new body that needs formal authorization to have proper power to acquire treasury shares similarly to the former Board of Directors;
- (b) under the currently effective authorization granted to the Board of Directors, for the acquisition of treasury shares the largest purchase price per share corresponds to 130% of the equity value per share as disclosed in the last quarter's flash report submitted to the Budapest Stock Exchange. Due to rise of the price of the Company's shares otherwise warmly welcomed by the Board of Directors, this maximum value can no longer ensure the option for the Board of Directors to contribute to the establishment of the Company optimal capital structure by means of acquiring treasury shares, and to use this aid to stabilize share prices in the event of any price fluctuation at the stock exchange to the extent otherwise allowed by the relevant legal regulations pertaining to the capital markets.

In view to the foregoing, the Board of Directors proposes to the General Meeting to grant the authorization having been provided to the Board of Directors in the framework of Resolution no. 8/2007 (04/14) by the General Meeting pertaining to the acquisition of treasury shares to the Board of Directors with a maximum value corresponding to a three-fold amount of the equity value per share as disclosed in the last quarter's flash report submitted to the Budapest Stock Exchange. The relevant proposed resolution is as follows:

Resolution 25/2007 (31/08) by the General Meeting (proposal)

The General Meeting authorizes the Board of Directors to acquire the Company's treasury shares in stock-exchange trading at any price corresponding to at least HUF 1, and at a maximum of 300% of the equity value per share as disclosed in the last quarter's flash report submitted to the Budapest Stock Exchange from time to time (obviously with respect to the reduction of the face value of the Company's shares due to the stock splitting, as well as the concurrent increase of the number of shares) with the additional condition that the volume of treasury shares held by the Company may not at any time exceed 10% of the equity or any other maximum value stipulated in the relevant legal regulations (in case the 10% statutory limit should be modified during the effective term of this authorization). This authorization shall be granted for a term of 18 months as from the date of this Resolution by the General Meeting, and aims at the establishment of the optimal capital structure, as well as offering the option to the Board of Directors to intervene towards the stabilization of share prices in the event of any price fluctuation at the stock exchange to the extent otherwise allowed by the relevant legal regulations pertaining to the capital markets.