

17 October 2007

EXTRAORDINARY INFORMATION

Pannunion is taking measures towards stock exchange listing

Upon the related request of Pannunion Csomagolóanyag Zrt. having been established by way of restructuring from Pannunion Csomagolóanyag Kft., the Court of Justice of Vas County acting as the company registry court has ordered the registration of the Company in the Company Registry. Thereby, the restructuring of the Company has been completed, and at the same time the fundamental legal condition of listing Pannunion Group at the stock exchange as planned to take place in Q1 of 2008 has been met.

After the registration of the Company, Pannonplast and Pannunion concluded an agreement on the transfer of Pannon Effekt Kft. As a result, Pannunion Zrt. will become the 100% owner of Pannon Effekt, forming ultimately the plastics packaging industry group to be introduced to the stock exchange.

Also today, following the foundation of Pannunion as a private company limited by shares, Pannonplast Plc's Board of Directors has resolved to increase Pannunion's share capital by HUF 474,323,000 at face value, i.e. HUF 1,185,000.000 at issuing value. The capital increase has involved the private issue of 948,646 equity shares with an individual face value of HUF 500. With this capital increase, Pannunion Zrt's share capital will rise to HUF 2,694,983,000 (represented by a total number of 5,389,996 equity shares).

Pannonplast Plc's Board of Directors