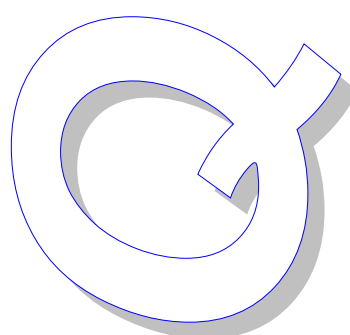
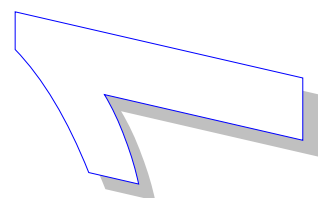
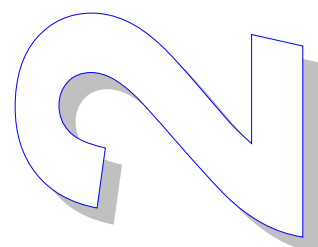
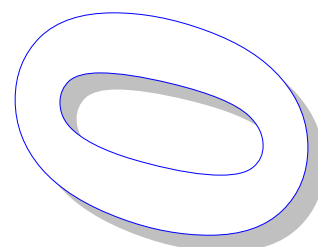
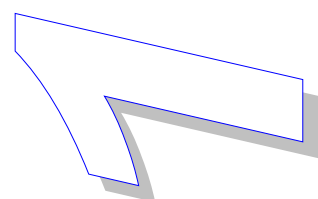
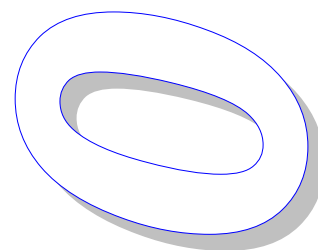




PannErgy Plc's Interim Management Report

For the period of Q1 of 2010

3 May 2010



The involvement of PannErgy Polifin's new owner and the first capital increase have been completed, and as a result Polifin's equity has approximated HUF 3 billion

A considerable amount of profit after taxes and stable operations at Pannunion. Pannunion has continued to be performing over the average combined margins of the previous years

The facility investments in Szentlőrinc and Miskolc have been progressing, and as a result after the accounting date of this report the first long-term heat supply contract was concluded, and the drilling rig of Mályi was erected.

After the accounting date, a HUF 442 million non-repayable governmental subsidy was awarded to the Szentlőrinc project, and furthermore the grant application connected with Miskolc was also accepted

Balázs Bokorovics, Chairman of the Board of Directors, has increased his share in Pannergy Plc over 6% by acquiring an indirect participation

Key indicators	HUF million		
	2010 Q1	2009 Q1	Index %
PANNERGY GROUP*			
Sales revenue	38	74	51.4%
Gross profit	6	17	35.3%
EBITDA	-71	-110	64.5%
EBIT	-83	-123	67.5%
Profit before taxes	-202	93	
Equity**	10 614	9 741	109.0%
PANNUNION GROUP ***			
Sales revenue	3 493	3 028	115.4%
Gross profit	893	847	105.4%
Profit rate	25.6%	28.0%	
EBITDA	475	493	96.3%
EBITDA rate	13.6%	16.3%	
EBIT	212	218	97.2%
Profit before taxes	240	-602	
CAPEX and investments	614	430	142.8%
Equity	3 527	2 822	125.0%

* Without Pannunion Group

** Entire scope of PannErgy consolidation

*** Pannunion Plc. is a company listed in Category "B" at the Budapest Stock Exchange, and therefore it issues public reports in order to present its economic information. For more detailed data than the information presented here in relation to Pannunion Group, please visit the websites of www.pannunion.hu and www.bet.hu.

1. Description of the performance of the business lines

(the details relating to the individual group entities are limited to the major legal persons)

1.1. PannErgy Group (energy and asset management)

PannErgy Plc
PannErgy Polifin Kft. (formerly as Pannonplast Polifin A Kft.), *geothermal holding company*
Pannonplast Műszaki Műanyagok Zrt. (PMM Zrt., property management)
Synergon Plc.
enterprises formed with municipalities

2009 witnessed the completion of the drilling of the first exploratory and later production well in Szentlőrinc with a bottom temperature of 93.7°C (outlet temperature: cc. 86°C) and cc. 25 l/s water yield. The potential heat output of this well approximates 5 MW. The drilling of the reinjection well and the construction of the power plant will follow in the second quarter of the year. Within the framework of the associated KEOP (Transport and Energy Operational Programme) grant application scheme, a HUF 442 million non-repayable subsidy was awarded to the project after the accounting date.

The successful drilling was a milestone in the formation of an independently operated geothermal holding company within PannErgy Group. Thus, the restructuring of PannErgy Polifin Kft. into a private company limited by shares was commenced alongside with the development of its labour organization. At the beginning of the first quarter, both PannErgy and the new minority shareholder, ONP implemented considerable capital increases, and as a consequence Polifin's equity neared HUF 3 billion.

Similarly, at the following project site in Miskolc considerable progress was achieved. The construction of the foundations of the first drilling site was completed, and the access road was built. After the accounting date of this report, the drilling rig was erected, and the first long-term heat supply contract was signed.

Further information in relation to our geothermal projects can be found in the other and extraordinary information disclosed.

Although in the field of geothermal energy utilization the contracts having been formerly concluded with municipalities had reached the volume planned for the accomplishment of our strategic objectives, we continued to establish further relations with towns and cities beyond the national borders.

Our studies and surveys were continued in order to identify good sites for well establishment in areas of remarkable endowments.

In addition to general operating items, the Group's periodic results were influenced by the 5% drop in the rate of Synergon shares, causing approx. HUF 40 million loss.

The energy business line (including asset management) had HUF 80 million costs (indirect costs of sales).

In the case of PMM Zrt's property in Székesfehérvár, the leasing scheme having been established formerly and the associated steady revenues were still existent and received. The present value of the leasing was revaluated with respect to the EUR/HUF exchange rates and the current interest rate levels, and a moderate impact on the profit was booked. After the accounting date, the property was sold, and its similarly moderate influence on the profit will be recognized in the second quarter.

Synergon Plc does not belong to the scope of consolidation (as of the accounting date, the 1,164,753 shares held represented 14.2% voting rights modified by treasury shares). As a consequence, this participation is recognized at the stock-exchange rates of Synergon shares.

Synergon Plc publishes stock-exchange flash reports and other public information that are all available at the website of the Budapest Stock Exchange (www.bet.hu) and the company (www.synergon.hu).

1.2. Pannunion Group

Pannunion Plc. (www.pannunion.hu)
Unical (Romania)
Interagropack (Ukraine)
Unionplast (Serbia)
Almand Kft.
Pannon-Effekt Kft.

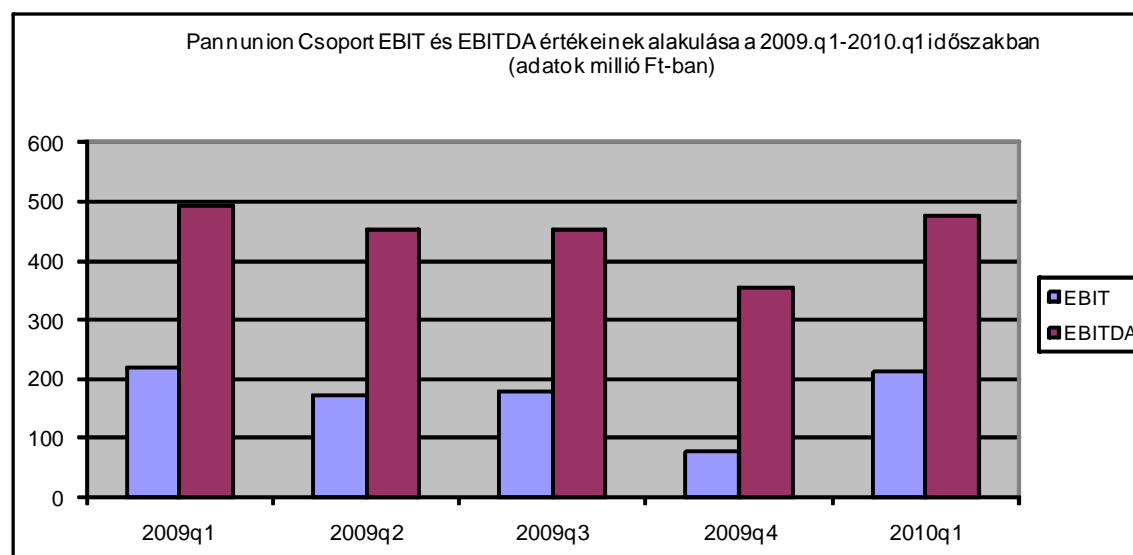
Summary abstract from Pannunion Plc's relevant stock-exchange report

"In the first quarter of 2010, the Group succeeded in increasing the peaking sales revenues of Q4 2009 further, by 8%, and therefore in comparison with Q1 of 2009 the positive gap opened to 15%. Sales revenues were growing at all the group entities. The strengthening HUF (268.8 HUF/€) – a very large change took place primarily in comparison with the average of the same period of the previous year (294.6 HUF/€) – had a negative impact on the profit, and the profit rate. Similarly, the massive and permanent increase of base material prices was reducing the profit during the quarter. In the upcoming quarter, further base material price increases are foreseen. These changes in the base material purchase prices have partly been enforced in the selling prices, but on the basis of the price-following methodologies using 2–3 monthly intervals at several partners the prices will change only from 1 April 2010.

The generally high cost level in Q4 of 2009 was materially cut back, yet in comparison with Q1 of 2009 these costs increased by 4.3% in Q1 of 2010. The increase was induced by indirect wages and salaries, as well as service fees.

The operating profit and business cash flow reflected a slight decrease in comparison with the same period of the previous year, yet it was a favourable change that the values of the individual indicators were over the corresponding values of the previous quarters.

In general, it can be stated that in spite of the strengthening HUF and the considerably rising base material prices, with its growing turnover the Group could preserve its profitability, and similarly to Q1 of 2009 outstanding EBIT and EBITDA values were achieved.



Pannunion Group's EBIT and EBITDA values in Q1 2009 – Q1 2010 (data in HUF million)

From Q4 of 2008, considerable differences arose on the basis of the upward and downward valuations of the FX loan volume, which then determined the trends in the financial and net profit. In 2009, altogether HUF 138 million exchange loss was recognized during the valuation of FX loans. In view of the statement of the value of FX loans, the exchange rates at the end of Q1 2010 were favourable, HUF had strengthened (266.39 HUF/EUR after 270.84 HUF/EUR), and therefore the value of loans could be decreased. In Q1 of 2010, Pannunion Plc accounted for HUF 71.3 million exchange gains in its financial profit with respect to the valuation of FX loans.

Pannunion's interest payables decreased in the first quarter of the year in comparison with the base period. The company was continuously repaying its investment loan. In connection with the investment project (GOP grant application) in progress for comprehensive technology modernization and capacity expansion in a total amount over HUF 1 billion, at the end of March a loan for a tenor of 8 months (in an amount of HUF 120 million) was drawn down, and therefore the volume of loans decreased only by HUF 23 million during the quarter. The loan having been drawn down was associated with the procurement of a new PP/PS foil manufacturing line that will be commissioned in April. The total value of the new equipment is HUF 230 million, and annually it will expand Pannunion's PP/PS foil manufacturing capacities by cc. 25% annually. The company does not plan to take further loans in relation to the project.

The Group's profit before taxes – influenced by the favourable financial profit – totaled up to HUF 240 million in Q1 of 2010.

All the six subsidiaries of the Group closed the first quarter with positive results (positive profit before taxes).

The indicators of Pannunion and Pannon-Effekt in Q1 of 2010 were outstandingly positive owing to the increasing sales revenues. In the case of the Romanian subsidiary, Unical and Almand, the profitability dropped in comparison with the result in Q1 of 2009. One reason for this negative tendency was that for both companies the same period of the previous year was the best quarter so far, and on the other hand the two companies could pass rising base material prices over just to a smaller extent in Q1."

2. Financial analysis

2.1. Profit & loss account

The company's consolidated sales revenues amounted to HUF 3,531 million in the period under review, which was 13.8% higher than in the same period of the previous year. The primary reason of the growth was Pannunion Group's performance.

The level of direct costs rose in excess of the increase in sales revenues, by 17.6% – similarly to the sales revenues, it was caused by the increase in Pannunion Group's indirect costs.

The indirect costs of sales totaled up to HUF 709 million in the period under review: 20.1% of the total sales and 102.3% of the corresponding value in the base period. This slight growth was achieved in spite of the fact that Pannunion Group's costs increased to a larger extent (4.3%). The total full-time headcount of the Group changed to 611 employees after 586 employees in the previous year, mostly because of the increasing headcount of Pannunion Group.

The balance of other expenditures and incomes in the period under review was HUF 61 million expenditures after HUF 76 million in the base period.

In the period under review, the **operating profit (EBIT) was HUF 129 million**, while in the base period it had come to be smaller, HUF 95 million, mainly due to the improving indirect cost management and more favourable trends in other items, as well.

The business cash flow (EBITDA) came to be HUF 404 million, which exceeded the corresponding value in the base period by HUF 21 million. The period under review saw the recognition of HUF 275 million depreciation, which remained HUF 13 million under the base value due to Pannunion Group investment activities being rather conservative in comparison with the previous years and the still uncompleted investments of the a geothermal business line.

Financial operations resulted in HUF 91 million loss in the period under review, which reflected HUF 513 million improvement in comparison with the similar value in the same period of 2009. The base financial profit was impacted by the drop of Synergon's share prices and the weakening of the HUF against the EUR.

The profit on ordinary activities amounted to HUF 38 million profit, which was significantly over the HUF 509 million loss in the base period.

The company had no extraordinary results. The company assessed HUF 9 million as the amount of its tax payment obligation.

The consolidated net profit was a positive HUF 20 million amount with respect to the above-detailed reasons, which was considerably more favourable than the HUF 481 million loss in the base period.

2.2. Balance sheet

The volume of fixed assets was stagnating. In comparison with the base value, the value of intangible assets increased by HUF 285 million, which primarily consisted of geothermal research works. The volume of tangible assets was also stagnating, as investment activities in Pannunion Group came to be more moderate than in the earlier periods, while the geothermal assets still belonged to intangible assets. Financial investments included the long-term part of PMM Zrt's leased property in Székesfehérvár in a value of cc. HUF 800 million and HUF 577 million deferred tax receivables, as well as smaller participations not involved in the scope of consolidation.

The decrease in current assets occurred mostly because of the collection of certain large-value receivables, which was partly compensated by the rising Synergon share prices. Inventories almost exclusively covered the stocks held by the packaging companies. The majority of receivables were also associated with Pannunion Group, yet in relation to geothermal operations considerable amounts of advance payments and loans to suppliers were stated.

The increase in the company's equity originated from the exchange premium of Polifin's capital increase, which was credited to the capital reserves. This change was influenced by the retained profits of the periods covered in the calculations. The equity per share (when calculated from the number of shares not including treasury shares) rose to HUF 579 (base: HUF 515).

The decrease in the volume of loans was primarily driven by the changes in the amounts of Pannunion Group's FX loans, mainly due to the very weak HUF exchange rates in the base period and repayments. The ratio of net loans to equity dropped to 0.37 (after 0.59 in the base period) – when the shares listed at the stock exchange were not considered to be liquid assets.

The balances of trade payables and other short-term liabilities were mostly moving due to changes in the respective volumes at Pannunion Group.

3. Miscellaneous

3.1. Deferred taxes

PannErgy Group has the following deferred tax positions (data in HUF million):

Loss recognized for future use	5 944
Deferred tax incomes	1,129
Settled tax incomes	577

For prudential considerations, the company has not accounted for deferred tax incomes in an amount of HUF 552 million. Taxes are stated with the use of the 19 % corporate income tax rate.

3.2. Corporate events

The company held its annual ordinary general meeting on 30 April 2010, and its resolutions were published via the official media of disclosure.

3.3. Employees (active headcount)

Own headcount	31 December 2009	31 March 2010	Change
PannErgy Plc.	5	5	0
PannErgy Group	581	606	25

131 employees of the combined headcount work for our foreign group entities.

The headcount of hired labour has remained insignificant on the level of the Group.

3.4. Changes in the company's subscribed capital, management, organization

As of 31 December 2009, the amount of the subscribed capital was HUF 421,093,100, and it has not been changed in 2010 so far. In our financial statements, the amount of the subscribed capital is stated with respect to the total issued volume, while the number of shares is recognized after the deduction of the number of repurchased treasury shares.

As of 31 March 2010, the company held 2,726,203 PannErgy Plc. treasury shares and stock exchange futures purchase contracts in an equivalent of 597,500 shares. These futures contracts will expire in June 2010.

Detailed information relating to senior officers is provided in datasheet TSZ3.

3.5. Environmental protection

The company has a priority focus on the high-standard management of environmental protection. In the field of geothermal energy, it is striving for creating grounds for one of the most environmentally friendly ways of renewable energy production in Hungary. Pannunion Group pursues independent environmental activities.

3.6. Major events after the balance sheet date

After the balance sheet date and before the publication of the report, there were no major events that are not presented in this section or any other part of the report.

In connection with the economic environment, it can be confirmed that the global economic crisis emerging back in 2008 still has a negative, unforeseeable and indeterminable extent of impacts on the company and its associated companies, as well as the whole of the Group.

Budapest, 3 May 2010

***PannErgy Plc's
Board of Directors***

Data sheets

Name of the company: PannErgy Nyilvánosan Működő Részvénytársaság
[PannErgy Public Company Limited by Shares]
Address of the company: H-1117 Budapest, Budafoki út 56.
Sectoral classification: Asset management, Energetics,
Period: Q1 of 2010
Telephone: +36 1 3232371
Fax: +36 1 3232373
E-mail: denes.gyimothy@amoutsourcing.sk
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 principles	Hungarian <input type="checkbox"/>	IFRS <input checked="" type="checkbox"/>	Other <input type="checkbox"/>

PK2. Business entities under consolidation

Name	Capital net worth/ Share capital	Share (%)	Voting rights ¹ (%)	Classification ²
Pannunion Zrt.	2 695.0	95.22	95.22	F
Pannonplast Műszaki Műanyagok Zrt.	710.0	100.00	100.00	F
Almand Kft. ³	512.7	95.22	95.22	F
Unionplast Doo ³	468.1	61.90	61.90	F
Unical Kft. ³	681.5	95.22	95.22	F
Interagropak Kft. ³	154.5	48.60	48.60	F
Pannon-Effekt Kft.	311.0	95.22	95.22	F
Kuala Ingatlanhaszn. Kft.	179.2	100.00	100.00	F
PannErgy Polifin Kft.	1 836.3	92.57	92.57	F
Csurgói Geotermia Zrt.	5.0	90.00	90.00	F
Tamási Geotermia Zrt.	5.0	90.00	90.00	F
Szentlőrinci Geotermia Zrt.	5.0	90.00	90.00	F
Miskolc Geotermia Zrt.	5.0	90.00	90.00	F
PannTerm Kft	5.0	90.00	90.00	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

Consolidated balance sheet under IFRS (HUF million)

	31.03.2010	31.03.2009	Change %	31.12.2009 (audited)
Assets				
Intangible assets	1 442	1 157	124.6	1 438
Goodwill	177	177	100.0	177
Tangible assets	7 573	7 578	99.9	7 259
Investments	25	125	20.0	25
Receivables under financial lease	820	1 183	69.3	865
Receivables from deferred tax	577	577	100.0	577
Long-term receivables	5	3	166.7	5
Total fixed assets	10 619	10 800	98.3	10 346
Inventories	1 808	1 894	95.5	1 886
Accounts receivables	2 176	2 264	96.1	1 869
Other receivables	2 212	2 923	75.7	2 062
Receivables under financial lease	107	124	86.3	145
Financial assets at FVTPL	850	478	177.8	891
Securities held to maturity	0	71		0
Liquid assets	887	448	198.0	164
Total current assets	8 040	8 202	98.0	7 017
TOTAL ASSETS	18 659	19 002	98.2	17 363
Equity and liabilities				
Subscribed capital	421	421	100.0	421
Treasury shares	- 3 677	- 3 205	114.7	-3 677
Capital reserves and exchange premium	10 649	9 705	109.7	9 705
Profit reserve and profit at BS	2 707	2 191	123.6	2 687
Other reserves	- 202	36		-173
Equity of the parent company	9 898	9 148	108.2	8 963
Minority interests	716	593	120.7	498
Total equity	10 614	9 741	109.0	9 461
Long-term loans	1 973	2 781	70.9	2 046
Provisions	12	23	52.2	12
Total long-term liabilities	1 985	2 804	70.8	2 058
Short-term liabilities				
Accounts payable	2 215	1 735	127.7	2 114
Short-term loans	2 821	3 489	80.9	2 769
Other short-term liabilities	1 024	1 233	83.0	961
Short-term liabilities in total	6 060	6 457	93.9	5 844
TOTAL LIABILITIES AND EQUITY:	18 659	19 002	98.2	17 363

Consolidated capital movements (million HUF)	Equity capital for the parent company							Minority participation	Equity total
	Subscribed capital	Treasury shares	Share premium	Capital reserve	Profit reserve	Other reserve	Total		
Balance as of 31 December 2008	421	-3 205	5 455	4 250	2 672	-45	9 548	649	10 197
Profit of Q1 2009					-481		-481	-56	-537
Changes in the participation of external members									
Exchange rate difference from consolidation						81	81		81
Treasury shares repurchased									
Balance as of 31 March 2009	421	-3 205	5 455	4 250	2 191	36	9 148	593	9 741
Statement of changes in equity 01.01–31.03.2010									
Balance as of 31 December 2009	421	-3 677	5 455	4 250	2 687	-173	8 963	498	9 461
Profit of Q1 2010					20		20	9	29
Changes in the participation of external members								209	209
Exchange rate difference from consolidation						-29	-29		-29
Share capital increase in subsidiaries			944				944		944
Treasury shares repurchased									
Balance as of 31 March 2010	421	-3 677	6 399	4 250	2 707	-202	9 898	716	10 614

STATEMENT OF GENERAL INCOMES

Q1 of 2010

(in million HUF)

	Q1 2010	Q1 2009	Change %	2009	2008	Change %
Profit according to the balance in the period under review	20	-481	-4.2	15	-2 617	-0.6%
<i>Other general incomes</i>						
Conversion difference						
Marketable financial instruments with deferred taxes						
Cash flow hedging transactions with deferred taxes						
Share from other general incomes of associated companies						
<i>Other general incomes in the period with tax implications</i>						
Total general incomes in the period under review	20	-481	-4,2	15	-2 617	-0.6%

* Fully attributable to the Company's owners

Consolidated profit & loss account under IFRS (HUF million)

	Q1 2010	Q1 2009	Change %
Sales revenues	3 531	3 102	113.8
Direct costs of sales	-2 632	-2 238	117.6
Gross profit	899	864	104.1
<i>Gross profit rate %</i>	<i>25.5%</i>	<i>27.9%</i>	
Indirect costs of sales	-709	-693	102.3
Other incomes	15	29	51.7
Other expenditures	-76	-105	72.4
Operating profit (EBIT)	129	95	135.8
<i>Operating profit rate (%)</i>	<i>3.7%</i>	<i>3.1%</i>	
EBITDA	404	383	105.5
<i>EBITDA rate (%)</i>	<i>11.4%</i>	<i>12.3%</i>	
Financial incomes	213	1 356	15.7
Financial expenditures	-304	-1 960	15.5
Financial profit	-91	-604	15.1
Profit before taxes	38	-509	
Corporate income tax	-9	-28	32.1
Profit after taxes	29	-537	
<u>From the profit after taxes:</u>			
To the capital shareholders of the parent company	20	-481	
To minority shareholders	-9	56	
Profit per ordinary share (HUF)			
Base	1.11	-25.42	
Diluted	1.14	-27.14	

Consolidated cash flow statement under IFRS (HUF million)

Liquid assets from operations	Q1 2010	Q1 2009
Profit after taxes	20	-481
<i>Adjustments relation to the profit before taxes and operating cash flow</i>		
Depreciation of tangible and intangible assets	275	288
Effect of deferred taxes	0	0
Real value difference	41	92
Exchange gains on credits	-58	543
Impairment losses of participations	0	0
Extraordinary depreciation of tangible assets, goodwill	0	0
Impairment losses and shortage of inventories	13	0
Provisions released	0	-7
Increase in provisions for doubtful receivables	0	0
Profit on the sales of tangible assets	1	-18
Profit on the sales of investments	0	0
changes in minority participations	218	-56
<i>Changes in working capital elements</i>		
Increase/decrease of inventories	65	37
Increase/decrease of receivables	-419	-150
<u>Increase/decrease of liabilities</u>	<u>164</u>	<u>224</u>
Net liquid assets originating from / utilized in operations	320	472
Liquid assets from investments		
Acquisition of investments in private companies	0	0
Increase of existing investments	0	0
Sales of investments	0	0
Acquisition of tangible and intangible assets	-697	-603
Sales of tangible and intangible assets	103	158
<u>Increase/decrease of long-term receivables</u>	<u>45</u>	<u>-186</u>
Liquid assets for investment activities	-549	-631
Financial operations		
Utilization/repayment of long-term loans	-56	83
Increase/decrease of short-term loans	46	82
Exchange difference from consolidation	-29	81
Capital increase, exchange premium of minority	944	0

participations		
Acquisition of treasury shares	0	0
<u>Increase in securities</u>	<u>0</u>	<u>22</u>
Liquid assets from financial operations	905	268
Net increase/decrease of cash and cash equivalents	676	109
Cash and cash equivalents as of 1 January	-5	94
Cash and cash equivalents as of 31 March	671	203
Overdraft limits	216	245
Liquid assets according to the balance sheet	887	448

PK6. Material off-balance-sheet items, liabilities:

As of the accounting date of 31 March 2010, the company had no forward foreign currency position.

As of the accounting date of 31 March 2010, the company had stock-exchange futures purchase contracts for 597,500 PannErgy Plc. shares.

With respect to the real-estate property owned by PMM Zrt. in Székesfehérvár, the tenant had an American-style purchase option maturing at the beginning of 2011. The tenant exercised its purchase option in April 2010.

PannErgy Group has signed several-year general contracts for the drilling of the total of 50 geothermal wells with several suppliers.

Within the framework of the managerial share option program, Mr Balázs Bokorovics and Mr Dénes Gyimóthy have acquired conditional call options for a total number of 1,250,000 PannErgy shares (in equal proportions) against PannErgy Plc. (the set of relevant conditions is described at the company's website);

Within the framework of the share option program, three external partners have acquired conditional call options for a total number of 150,000 PannErgy shares (in equal proportions) against PannErgy Plc. (the set of relevant conditions is described at the company's website);

1.2 Data sheets on the share structure and owners

RS1. Ownership structure, shareholdings and voting rights

Classification of shareholders	Share capital total = Introduced series					
	1 January 2010			31 March 2010		
	% ²	% ³	Pcs	% ²	% ³	Pcs
Domestic institution	42.53	48.86	8 954 606	42.37	48.68	8 921 785
Foreign institution	17.03	19.56	3 585 314	16.47	18.92	3 468 376

Domestic private person	21.33	24.50	4 491 329	22.02	25.29	4 635 438
Foreign private person	0.10	0.12	21 810	0.13	0.15	27 460
Employees, senior officers	6.04	6.94	1 271 893	6.04	6.94	1 271 893
Own holding *	12.95	-	2 726 203	12.95	-	2 726 203
Shareholder belonging to the central budget ¹	0.02	0.02	3 500	0.02	0.02	3 500
International Development Institutions ³	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	100.00	100.00	21 054 655	100.00	100.00	21 054 655

¹ Administrative body² Ownership rate³ Voting rights allowing participation in decision-making at the general meeting of the issuing entity.

*: Own property: The property of the company or its 100 % subsidy.

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

	1 January 2010	31 March 2010
At company level	618 000	618 000
Subsidiaries *	2 108 203	2 108 203
Total	2 726 203	2 726 203

*: The volume of PMM Zrt. treasury shares in the 100% ownership of the company.

RS3. List and particulars of Shareholders with stakes over 5% (at the end of the period)

Name	Nationality ¹	Activity ²	Number (pcs)	Stake (%) ³	Voting right (%) ^{3,4}	Notes ⁵
Benji Invest Kft	D	I	2,725,010	12.94	14.87	Fin.
Lazarus Vagyonkezelő Zrt.	D	I	*2,000,000	9.50	10.91	Fin.
Balász Bokorovics	D	E	675 000	3.21	3.68	Fin.
* out of it indirectly	D	E	600 400	2.85	3.28	Fin.

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 decimals⁴ Voting rights allowing participation in decision-making at the general meeting of the issuing entity⁵ E.g.: professional investor, financial investor, etc.

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

TSZ1. Changes in the headcount of full-time employees (pers.)

	31.03.2009	01.01.2010	31.03.2010
PannErgy Plc	8	10	5
Group level	585	581	606

TSZ2. 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	Treasury share holding (pcs)
BD	Mr Balázs Bokorovics*	Chairman	31.08.2007	for an undefined period of time	675,000
BD	Mr Gábor Briglovics	Member	31.08.2007	for an undefined period of time	2,600
BD	Mr Dénes Gyimóthy*	Member, Acting CEO and CFO	31.08.2007	for an undefined period of time	170,000
BD	Mr Attila Juhász	Member	31.08.2007	for an undefined period of time	-
BD	Mr Zsolt Perlaky	Member	30.04.2010	for an undefined period of time	
BD	Mr István Töröcskei	Member	31.08.2007	for an undefined period of time	413,000
Treasury share holding (pcs) T O T A L:					1,260,600

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

*** Other related shareholdings and derivative positions as of the accounting date of 31 March:**

In the framework of the managerial share option program, both Mr Balázs Bokorovics and Mr Dénes Gyimóthy have acquired call option (in equal proportion) for a total of 1,250,000 shares subject to conditions.

Ms Katalin Gyimóthy (close relative of Mr Dénes Gyimóthy) 20,000 equity shares;

Mr Bertalan Juhász (close relative of Mr Attila Juhász) 370,240 equity shares;

1.4 Data sheets on extraordinary information

ST1. Extraordinary information published in the period under review

Date	Type	Place of disclosure	Subject-matter, brief contents
30.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Number of voting rights at PannErgy Plc
30.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Miskolci Geotermia Zrt. has entered a long-term heat supply contract with Miskolci Hőszolgáltató Kft.
30.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	SB report
30.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Annual report
30.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Resolutions of the General Meeting
28.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Non-repayable governmental subsidy awarded to Szentlőrinci Geotermia Zrt.
13.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Sales of the production property in Székesfehérvár completed
08.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Proposals to the General Meeting
01.04.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Acquisition of voting shares
31.03.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Number of voting rights at PannErgy Plc
31.03.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Chairman of the Board of Directors acquiring indirect influence in PannErgy Plc
29.03.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Invitation to the General Meeting
29.03.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Declaration of remuneration
29.03.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	PannErgy's subsidiary is selling its production property in Székesfehérvár

01.03.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Number of voting rights at PannErgy Plc
02.02.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Number of voting rights at PannErgy Plc
22.01.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	ONP has fulfilled its HUF 1.08 billion capital increase obligation in PannErgy's geothermal holding company
05.01.2010	Other information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	PannErgy and Mannvit are presenting at a prestigious international professional conference
05.01.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Extension of the scope of the incentive share option program for external partners
04.01.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	PannErgy Plc is increasing capital in its geothermal holding company
04.01.2010	Extraordinary information	www.bet.hu www.kozzetetelek.hu www.pannergy.com	Number of voting rights at PannErgy Plc

REPRESENTATIONS

This interim management report describes PannErgy Group's consolidated, non-audited data compiled in conformance to the International Financial Reporting Standards (IFRS).

For the purpose of compiling this report, the Group has considered the changes of IFRS entering effect on 01 January 2009. The report has been prepared with respect to the guidelines described in IAS 34 (interim reports). Apart from the minor impacts on our current accounting policy, none of these alterations has induced considerable changes.

The plastic industry segment of the Group is represented by Pannunion Plc. (Group), which publishes independent and publicly accessible interim reports.

In compliance with the relevant statutory requirements, it is hereby represented that this report has been compiled in line with the best of our knowledge, and does not contain such mistakes or errors that would offer an unrealistic view on the asset, financial and income position of the company as of 31 March 2010.

Budapest, 3 May 2010

*PannErgy Plc's
Board of Directors*