



KPMG Hungária Kft.
Váci út 99.
H-1139 Budapest
Hungary

Telefon: +36 (1) 887 71 00
+36 (1) 270 71 00
Telefax: +36 (1) 887 71 01
+36 (1) 270 71 01
e-mail: info@kpmg.hu
Internet: www.kpmg.hu

Independent Auditor's Report

To the owner of MÁV Magyar Államvasutak Zártkörűen Működő Részvénytársaság

We have audited the accompanying 2006 consolidated annual report of MÁV Magyar Államvasutak Zártkörűen Működő Részvénytársaság (hereinafter referred to as "the Company"), which comprises the consolidated balance sheet as at 31 December 2006, which shows total assets of HUF 876,407 million, and retained loss for the year of HUF 82,554, and the consolidated income statement for the year then ended, and the consolidated supplement including basic accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated annual report in accordance with the provisions of the Act on Accounting and accounting principles generally accepted in Hungary. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the consolidated annual report based on the audit and to assess whether the consolidated business report is consistent with the consolidated annual report. We conducted our audit in accordance with the Hungarian National Standards on Auditing and applicable laws and regulations in Hungary. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. Our work with respect to the Consolidated Business Report was limited to assess whether the Consolidated Business Report is consistent with the Consolidated Annual Report, and did not include a review of any information other than that drawn from the audited accounting records of the Company.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

We issued a qualified opinion in our Auditor's Report dated 18 April 2006 on the 2005 consolidated annual report of the Company. In the case of the divisions generating losses (Passenger Transportation division and Railway Track division) we deem that recovery of the book value of the assets of these divisions is not ensured neither in the previous year nor in the current year due to loss-making operation both in the past and according to plans for the future. Loss-making operation is primarily due to service prices below prime cost; determination of prices is beyond the Company's power. Valuation of assets belonging to these divisions was not carried out neither in the previous year nor in the current year, and we have been unable to satisfy ourselves as to the appropriateness of valuation of assets of the Passenger Transportation and the Railway Track divisions by other audit procedures.

Opinion

We have audited the consolidated annual report of the Company, its components and elements and their accounting and documentary support in accordance with Hungarian National Standards on Auditing and apart from the appropriateness of valuation of assets of the Passenger Transportation and the Railway Track divisions gained sufficient and appropriate evidence that except for the effects of any adjustments which would have been necessary had we been able to satisfy ourselves as to the appropriateness of valuation of assets of the Passenger Transportation and the Railway Track divisions, the consolidated annual report has been prepared in accordance with the provisions of the Act on Accounting and accounting principles generally accepted in Hungary. In our opinion, with the above qualification, the consolidated annual report gives a true and fair view of the financial position of MÁV Magyar Államvasutak Zártkörűen Működő Részvénytársaság and the companies included in the consolidation as of 31 December 2006, and of its financial performance and of the result of its operations for the year then ended, and the consolidated business report is in conformity with the data and information of the consolidated annual report.

Emphasis of matter

Without qualifying our opinion we point out that based on the consolidated annual report the Company's equity amounts to HUF -32,273 million thus it falls short of the minimum level prescribed in Act IV of 2006 on Business Associations. Actions taken by the owner are described in Note 33. a) of the Consolidated Supplement.

Budapest, 22 May 2007

KPMG Hungária Kft.
1139 Budapest, Váci út 99
Chamber registration number: 000202

Marcin Ciesielski
Partner

Dr. Ferenc Eperjesi
Registered Auditor
Identification number: 003161

Statistical code: 10856417-6010-114-01

Registration number: 01-10-042272

MÁV HUNGARIAN STATE RAILWAYS
Private Limited Company

1062. Budapest, Andrássy u. 73-75.
322-8645

Consolidated
Annual Financial Statements
2006

Date Budapest, 22 May 2007

Manager (representative) of the Company



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Registration number

Balance sheet date: 31.12.2006


BALANCE SHEET Version "A" (Assets)

Data in HUF million

No.	Description	Previous year 2005	Previous year(s) adjustments	Current year 2006
a	b	c	d	e
A.	Fixed assets (rows I+II+III)	713 293	-250	761 855
I.	INTANGIBLE ASSETS	3 838	-22	5 004
01.	Capitalised value of formation and transformation	68	-10	21
02.	Capitalised value of research and development	119	-12	187
03.	Rights and concessions	2 816	0	3 155
04.	Intellectual property	835	0	1 641
05.	Goodwill	0	0	0
06.	Advances on intangible assets	0	0	0
07.	Upwards revaluation of intangible assets	0	0	0
II.	TANGIBLE ASSETS	699 126	-228	747 349
01.	Land and buildings and related rights and concessions	410 944	-68	423 144
02.	Plant, equipment, machinery, vehicles	249 084	-105	254 818
03.	Other equipment, fittings, vehicles	1 514	-55	1 077
04.	Breeding animals	0	0	0
05.	Assets under construction, renovations	29 806	0	44 220
06.	Payments on account	7 778	0	24 090
07.	Upwards revaluation of tangible assets	0	0	0
III.	INVESTMENTS	10 329	0	9 502
01.	Long-term holdings in related companies	6 444	0	5 900
02.	Long-term loans to related companies	45	0	8
03.	Other long-term holdings	1 079	0	1 070
04.	Long-term loans to associated companies	38	0	39
05.	Other long-term loans	2 694	0	2 465
06.	Long-term debt securities	1	0	0
07.	Upwards revaluation of investments	0	0	0
08.	Revaluation difference on investments	0	0	0
09.	Capital consolidation difference	28	0	20
	- from subsidiaries	25	0	20
	- from affiliated companies	3	0	0

Date: Budapest, 22 May 2007




 Manager (representative) of the Company

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Registration number

Balance sheet date: 31.12.2006

BALANCE SHEET Version "A" (Assets)

Data in HUF million

No.	Description	Previous year 2005	Previous year(s) adjustments	Current year 2006
a	b	c	d	e
B.	Current assets (rows I+II+III+IV)	70 072	2 675	81 927
I.	STOCKS	14 103	-374	14 318
01.	Raw materials and consumables	10 645	-375	10 305
02.	Work in progress and semi-finished goods	2 333	0	2 879
03.	Young, fattened and other livestock	0	0	0
04.	Finished goods	298	0	196
05.	Goods	631	1	733
06.	Advances on stocks	196	0	205
II.	RECEIVABLES	41 780	3 047	43 311
01.	Trade receivables	18 496	3 723	20 277
02.	Receivables from related companies	251	0	1 323
03.	Receivables from associated companies	97	0	42
04.	Bills receivable	250	0	0
05.	Other receivables	21 082	-676	20 522
06.	Corporate tax receivable from consolidation	1 604	0	1 147
III.	SECURITIES	80	0	50
01.	Holdings in related companies	0	0	0
02.	Other holdings	0	0	0
03.	Treasury shares, business shares	0	0	0
04.	Debt securities held for trading	80	0	50
IV.	LIQUID ASSETS	14 109	2	24 248
01.	Cash, cash equivalents	102	2	89
02.	Bank deposits	14 007	0	24 159
C.	Prepaid expenses and accrued income	23 811	-22	32 625
01.	Accrued income	9 465	-22	16 363
02.	Prepaid expenses	11 702	0	13 681
03.	Accrued payables	2 644	0	2 581
	TOTAL ASSETS (A+B+C.)	807 176	2 403	876 407

Date: Budapest, 22 May 2007



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Manager (representative) of the Company

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Registration number

Balance sheet date: 31.12.2006

BALANCE SHEET Version "A" (Equity and liabilities)

Data in HUF million

No.	Description	Previous year 2005	Previous year(s) adjustments	Current year 2006
a	b	c	d	e
D.	Equity	54 223	-3 016	-32 273
I.	SUBSCRIBED CAPITAL	80 000	0	80 000
	of which: repurchased ownership shares at face value	0	0	0
II.	SUBSCRIBED, BUT UNPAID CAPITAL (-)	0	0	0
III.	CAPITAL RESERVE	0	0	16
IV.	PROFIT RESERVE	41 728	0	-41 805
V.	NON-DISTRIBUTABLE RESERVE	14 546	0	14 150
VI.	VALUATION RESERVE	0	0	0
VII.	RETAINED PROFIT / LOSS FOR THE YEAR	-80 532	-3 016	-82 554
VIII.	CHANGES TO SUBSIDIARY EQUITY (±)	890	0	-382
VIII./A	CHANGE IN HOLD. VAL. OF AFFILIATED COMPS.	2 638	0	2 538
IX.	CHANGES DUE TO CONSOLIDATION (±)	-5 633	0	-5 007
	from debt consolidation difference	10	0	266
	from interim result difference	-5 643	0	-5 273
X.	SHARE OF MINORITY SHAREHOLDERS (OTHER OWNERS)	586	0	771
E.	Provisions	13 314	0	26 654
01.	Provisions for contingent liabilities	11 036	0	23 113
02.	Provisions for future costs	1 494	0	2 608
03.	Other provisions	784	0	933
F.	Liabilities	648 007	5 805	788 574
I.	SUBORDINATED LIABILITIES	290	0	290
01.	Subordinated liabilities to related companies	0	0	0
02.	Subordinated liabilities to associated companies	0	0	0
03.	Subordinated liabilities to other entities	0	0	0
04.	Capital consolidation difference from subsidiaries	290	0	290



Date: Budapest, 22 May 2007

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Registration number

Balance sheet date: 31.12.2006

BALANCE SHEET Version "A" (Equity and liabilities)

Data in HUF million

No.	Description	Previous year 2005	Previous year(s) adjustments	Current year 2006
a	b	c	d	e
II.	LONG-TERM LIABILITIES	511 787	-2	669 831
01.	Long-term borrowings	35	0	90
02.	Convertible bonds	0	0	0
03.	Debts from the issuance of bonds	0	0	0
04.	Investment and development loans	71 010	0	109 467
05.	Other long-term loans	77 664	0	161 506
06.	Long-term liabilities to related companies	0	0	0
07.	Long-term liabilities to associated companies	0	0	0
08.	Other long-term liabilities	363 078	-2	398 768
III.	CURRENT LIABILITIES	135 930	5 807	118 453
01.	Short-term borrowings	607	0	828
	of which: convertible bonds	0	0	0
02.	Short-term loans	70 943	0	53 581
03.	Advances from customers	1 049	2	1 809
04.	Trade liabilities (trade payables)	43 421	4 657	38 059
05.	Bills payable	63	0	0
06.	Current liabilities to related companies	5 996	0	8 014
07.	Current liabilities to associated companies	273	0	262
08.	Other current liabilities	13 578	1 148	15 900
09.	Corporate tax payable from consolidation	0	0	0
G.	Accrued expenses and deferred income	91 632	-386	93 452
01.	Deferred income	12 889	-305	13 209
02.	Accrued expenses	6 543	-2	12 708
03.	Accrued assets	72 200	-79	67 535
	TOTAL EQUITY AND LIABILITIES (D+E+F+G)	807 176	2 403	876 407

Date: Budapest, 22 May 2007



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Manager (representative) of the Company

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Registration number

Balance sheet date: 31.12.2006

Profit and loss statement prepared using total-cost method
Version "A"

Data in HUF million

No.	Description	Previous year 2005	Previous year(s) adjustments	Current year 2006
a	b	c	d	e
01.	Net domestic sales revenue	188 125	-543	227 338
02.	Net export sales	34 758	1 226	36 804
I.	Net sales revenue (rows 01+02)	222 883	683	264 142
03.	Changes in self-manufactured stocks	380	913	444
04.	Capitalised value of self-manufactured assets	13 821	0	15 583
II.	Own performance capitalised(rows ±03+04)	14 201	913	16 027
III.	Other income	28 854	-92	19 141
	from row III: reversed impairment	56	0	16
III/A.	Difference from debt consolidation increasing result	29	0	33
05.	Material costs	52 459	102	61 503
06.	Services used	49 747	1 959	53 857
07.	Other services	1 153	29	1 624
08.	Cost of goods sold	1 466	67	656
09.	Services sold (mediated)	12 769	-1	19 806
IV.	Material-type costs (rows 05+06+07+08+09)	117 594	2 156	137 446
10.	Wage cost	97 452	0	102 933
11.	Other staff benefits	16 715	230	16 369
12.	Wage contributions	35 162	133	36 220
V.	Staff costs (rows 10+11+12)	149 329	363	155 522
VI.	Depreciation	35 615	205	37 580
VII.	Other expenses	42 557	1 015	42 858
	from row VII: impairment	695	0	5 487
VII/A.	Difference from debt consolidation decreasing result□	8	0	317
A.	OPERATING PROFIT/LOSS (rows I+II+III+III/A-IV-V-VI-VII-VII/A)	-79 136	-2 235	-74 380



Date: Budapest, 22 May 2007

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Manager (representative) of the Company

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Statistical code

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Registration number

Balance sheet date: 31.12.2006

Profit and loss statement prepared using total-cost method
Version "A"

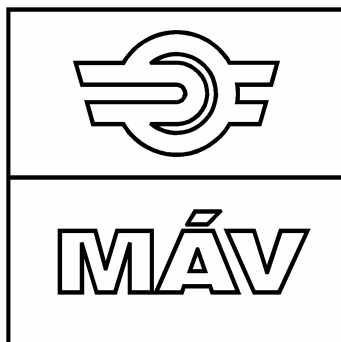
No.	Description	Previous year 2005	Previous year(s) adjustments	Current year 2006
a	b	c	d	e
13.	Dividends and profit-sharings received	454	0	1 440
	from row 13: from related companies	371	0	1 249
14.	Exchange gains from the sale of holdings	0	0	1
	from row 14: from related companies	0	0	0
15.	Interest and exchange gains on investments	134	0	7
	from row 15: from related companies	133	0	0
16.	Other interest received (due) and similar income	629	10	1 481
	from row 16: from related companies	24	0	31
17.	Other income from financial transactions	2 664	1	6 787
VIII.	Income from financial transactions (rows 13/a+13/b+14+15+16+17)	3 881	11	9 716
18.	Exchange losses on investments	1	0	0
	from row 18: to related companies	1	0	0
19.	Interest payable and similar expenses	11 554	0	17 173
	from row 19: to related companies	49	0	87
20.	Impairment of holdings, securities and bank deposits	73	0	2
21.	Other expenses on financial transactions	749	7	5 933
IX.	Expenses on financial transactions (rows 18+19+ 20+ 21)	12 377	7	23 108
B.	PROFIT/LOSS ON FINANCIAL TRANSACTIONS (rows VIII-IX)	-8 496	4	-13 392
C.	PROFIT/LOSS ON ORDINARY ACTIVITIES (rows ±A±B)	-87 632	-2 231	-87 772
X.	Extraordinary Income	7 663	358	6 627
XI.	Extraordinary expenses	528	1 143	710
D.	EXTRAORDINARY PROFIT/LOSS (rows X-XI)	7 135	-785	5 917
E.	PROFIT/LOSS BEFORE TAXATION(rows ±C±D)	-80 497	-3 016	-81 855
XII.	Tax liability	129	0	197
XII/A.	Deferred tax	94	0	-441
F.	PROFIT/LOSS AFTER-TAX(rows ± E-XII)	-80 532	-3 016	-82 493
22.	Use of profit reserve for dividends, profit sharings	0	0	0
23.	Dividends and profit-sharings paid	0	0	61
G.	RETAINED PROFIT/LOSS FOR THE YEAR (rows ±F-F/1)	-80 532	-3 016	-82 554



Date: Budapest, 22 May 2007

Manager (representative) of the Company

**MÁV HUNGARIAN STATE RAILWAYS
PRIVATE LIMITED COMPANY**



M Á V GROUP

Supplement to the

2006 Annual Financial Statements

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I. GENERAL INFORMATION

1. INTRODUCTION OF GROUP

11. Presentation of parent company

The parent company (MÁV ZRt.) was transformed on 30 June 1993 into a company limited by shares as the general legal successor to the Hungarian State Railway, the state-owned enterprise.

Registration number: Cg 01-10-042272.

The Company is fully owned by the Hungarian state, with the owner's rights being exercised by the Ministry of Economy and Transport.
When founded the Company's equity totalled HUF 411,801 million.

Key information on the Company:

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	796,855	850,910	106.78
Shareholders' equity	55,562	– 31,581	– 156.84
Subscribed capital	80,000	80,000	100.00
Net sales revenues	210,357	205,606	97.74
Wage costs	85,180	81,939	96.20
Profit/loss before taxation	– 80,643	– 83,842	103.97

Core activities included railway transportation (railway passenger transportation, traction), services supporting rail transport (track network access service), traction public railway passenger and goods transportation activities, and operation of railway and other fixed tracks, of which goods transportation was delegated as from 1 January 2006 to a separate company (which is however a subsidiary within the Group).

MÁV established business organisations and obtained or acquired holdings in business organisations to further develop its business and to ensure efficient investments, as a result of which it was the direct owner of 51 functional companies as of 31 December 2006.

27 of these 51 companies are subsidiaries, 11 are affiliated companies and a further 13 are companies in other holding relationships.

Another 13 companies are currently being wound up, while 1 company is under solvent liquidation.

The book value of the holdings in the 51 companies totals HUF 37,625 million, of which the book value of the subsidiaries and affiliates totals HUF 36,612 million, while that of the companies in other holding relationships amounts to HUF 1,013 million.

12. Presentation of Group members in terms of involvement in consolidation

a) Groups of consolidated companies

MÁV ZRt. – as the parent company – controls a group comprising 72 enterprises. 51 of these are direct investments of MÁV ZRt., while a further 21 are linked to the Group – indirectly – based on investments through subsidiaries, as illustrated by **Appendix 1 (Table A/100)**.

Over and above the companies still in operation there are 14 firms under insolvent or solvent liquidation.

Based on voting rights and other rights providing management opportunities, the 72 companies break down thus: 33 subsidiaries, 22 affiliates and 17 companies in other holding relationships.

MÁV ZRt. fully consolidated 14 of the 33 subsidiary firms.

Besides the parent company, the only subsidiaries that were consolidated in full as core companies were those which:

- play a decisive role in the Group in terms of services performed for each other,
- shall be remaining in the majority ownership of the parent company in the long run, and
- account for at least 97% of the total Group value in at least five of the six key indicators.

The values of the indicators taken into consideration when assessing full consolidation or exemption therefrom are illustrated in **Appendix 2 (Table A/213)**.

The 19 subsidiaries not consolidated in full were classified in the group of non-core companies.

This category also includes a further 12 affiliates not rated as insignificant, which together with the – exempt – subsidiaries treated as affiliate companies were and are included in the consolidation using the equity method.

The external group of companies in the Group comprises the 10 affiliates not included in the non-core category along with the 17 companies in other holding

relationships. These enterprises are included in the consolidated financial statements based on the book value of the owner's holding.

The groups of consolidated companies as of 31 December 2006 are illustrated in **Appendix 3 (Table A/411)**.

b) Changes in groups of consolidated companies

There were various changes in the groups of consolidated companies as of 31 December 2006 in comparison to 31 December 2005 on account of new foundations, sales, reclassifications and liquidations.

The core group of companies expanded by two following the reclassification of MÁV CARGO ZRt. and MÁV Vagyonkezelő ZRt from the non-core category.

There were major and minor changes in the non-core group. One company joined and 4 companies were removed from this group of companies. The joining company is a newly established enterprise, while the reduction comprised 2 reclassifications and 2 liquidations.

The Group also includes MÁV START ZRt., which was still a pre-company as of the reporting date.

In addition to the above, the category of external Group companies also changed, with the addition of one founded undertaking (Hungarian Railway Transportation Association) and the removal of two (ORNAMENT 2000 Kft., Praelog) due to being sold.

The changes in the groups of consolidated companies in comparison to the previous year are contained in **Appendix 4 (Table A/413)**.

- c) Companies fully consolidated in the financial statements (core enterprises)

1. MÁVTRANSSPED (Szállítmányozási) Kft.

Date of establishment:

22 December 1989

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	3,732	5,060	135.58
Equity	366	385	105.19
Registered capital	300	300	100.00
Net sales revenues	13,905	15,301	110.04
Wage costs	206	236	114.56
Profit/loss before taxation	154	155	100.65

Core activities: transportation, cargo handling, storage, warehousing, advertising, market research, other activities supporting land transport.

2. MÁV Hídépítő (Acélszerkezet, Híd- és Mélyépítő) Kft.

Date of establishment:

01 August 1992

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	1,034	1,080	104.45
Equity	– 14	– 223	1,592.86
Registered capital	500	500	100.00
Net sales revenues	3,192	1,698	53.20
Wage costs	347	307	88.47
Profit/loss before taxation	15	– 158	– 1,053.33

Core activities: construction of railway and road bridges as well as other underground and surface facilities, manufacture and assembly of steel structures.

3. MÁV Szolnoki Jármű (javító) Kft.

Date of establishment: 30 December 1992

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	5,467	7,646	139.86
Equity	1,641	1,721	104.88
Registered capital	1,200	1,200	100.00
Net sales revenues	13,153	16,515	125.56
Wage costs	1,471	1,573	106.93
Profit/loss before taxation	91	186	204.40

Core activities: manufacture of internal components facilitating railcar repairs, repair of railcars, renovation and inspection of diesel locomotives.

4. MÁV Északi Járműjavító Kft.

Date of establishment: 30 December 1992

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	3,927	4,468	113.78
Equity	1,440	1,453	100.90
Registered capital	966	966	100.00
Net sales revenues	6,183	6,693	108.25
Wage costs	1,634	1,694	103.67
Profit/loss before taxation	41	13	31.71

Core activities: repair and manufacture of components and spare parts for electric and diesel engines and other locomotives, renovation, maintenance and modernisation of fixed rail vehicles.

5. MÁV GÉP (Vasútépítő-Gépellátó és Szolgáltató) Kft.

Date of establishment:

01 January 1994

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	2,048	2,733	133.45
Equity	– 44	– 1,192	2,709.09
Registered capital	954	954	100.00
Net sales revenues	2,963	3,876	130.81
Wage costs	920	1,077	117.07
Profit/loss before taxation	– 1,208	– 1,148	95.03

Core activities: scheduled maintenance and renovation work on the public railway track network

6. MÁV FKG (Felépítmény-karbantartó és Gépjavító) Kft.

Date of establishment:

01 January 1994

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	4,252	4,610	108.42
Equity	1,577	801	50.79
Registered capital	1,505	1,505	100.00
Net sales revenues	4,675	6,497	138.97
Wage costs	1,292	1,486	115.02
Profit/loss before taxation	3	– 776	– 25,866.66

Core activities: renovation and maintenance of railway tracks, operation, repair and overhaul of special machinery.

7. MÁV TISZAVAS Kft.

Date of establishment:

30 December 1992

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	3,966	4,396	110.84
Equity	773	861	111.38
Registered capital	662	662	100.00
Net sales revenues	4,030	4,145	102.85
Wage costs	664	673	101.36
Profit/loss before taxation	32	88	275.00

Core activities: manufacture, repair and leasing of railway trucks and various components, iron structures and containers.

8. MÁV Debreceni Járműjavító Kft.

Date of establishment:

30 December 1992

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	1,543	2,539	164.55
Equity	69	– 1,730	-2,342.69
Registered capital	406	406	100.00
Net sales revenues	2,384	2,860	119.97
Wage costs	574	584	101.74
Profit/loss before taxation	– 136	– 1,798	1,322.06

Core activities: manufacture, repair, maintenance and renovation of rail and other traction vehicles, manufacture of vehicle structures

9. MÁV Informatika Kft.

Date of establishment: 01 November 1996

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	2,402	2,681	111.62
Equity	1,021	1,197	117.23
Registered capital	800	800	100.00
Net sales revenues	4,522	5,138	113.62
Wage costs	1,603	1,687	105.24
Profit/loss before taxation	86	180	209.30

Core activities: system development, procurement, assembly and installation of IT assets, warranty services, maintenance, repair, provision of special materials and components.

10. MÁV Ingatlankezelő Kft.

Date of establishment: 30 December 1996

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	3,871	4,588	118.52
Equity	812	668	82.27
Registered capital	399	399	100.00
Net sales revenues	10,088	10,256	101.67
Wage costs	2,460	2,545	103.46
Profit/loss before taxation	264	47	17.80

Core activities: management and operation of MÁV Rt. properties, handling of technical problems and performance/co-ordination of scheduled renovation work.

11. MÁV Vasútör Kft.

Date of establishment: 30 December 1996

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	781	767	98.21
Equity	282	287	101.77
Registered capital	215	215	100.00
Net sales revenues	2,347	2,536	108.05
Wage costs	903	988	109.41
Profit/loss before taxation	10	5	50.00

Core activities: property protection and security. Part of the property protection service: guarding of buildings and warehouses – front-desk service, patrol service, armed security service with guard dogs – and monitoring service.

12. BILK KOMBITERMINÁL ZRt.

Date of establishment: 30 December 1996

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	4,526	4,700	103.84
Shareholders' equity	2,362	2,729	115.54
Subscribed capital	2,654	2,654	100.00
Net sales revenues	913	1,309	143.37
Wage costs	198	241	121.72
Profit/loss before taxation	– 82	220	268.29

Core activities: cargo handling, transportation, combined transportation, container leasing, container inspections and repair, container cleaning.

13. MÁV CARGO ZRt.

Date of establishment: 22 November 2005

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	441	54,090	**
Shareholders' equity	16	31,230*	**
Subscribed capital	20	29,533	**
Net sales revenues	–	92,727	**
Wage costs	1	7,842	**
Profit/loss before taxation	– 2	1,748	**

*Due to the standardisation of measurement procedures, during the consolidation a depreciation expense of HUF 1,057 million was recorded, which reduced the sum of equity by the same amount via the profit before tax.

**Figures cannot be compared.

Core activities: cargo by rail.

14. MÁV VAGYONKEZELŐ ZRt.

Date of establishment: 17 March 1997

figures: HUF million

<i>Description</i>	<i>2005</i>	<i>2006</i>	<i>Index %</i>
Balance sheet total	557	468	84.02
Shareholders' equity	542	437	80.63
Subscribed capital	549	549	100.00
Net sales revenues	30	59	196.67
Wage costs	47	61	129.79
Profit/loss before taxation	– 85	– 104	122.35

Core activities: real estate trading and asset management

2. ACCOUNTING POLICIES OF THE GROUP

21. Notes and interpretation of basic principles

The Group's accounting policies are based on Act C of 2000 on Accounting.

The Group applies the basic accounting principles in accordance with the provisions of the Act.

During the consolidation the Group interprets the principle of importance that is not specifically formulated in the Accounting Act but which is permitted in the amendment as follows:

- during the consolidation of capital by eliminating holdings – taking advantage of the options provided by the Act – the only subsidiaries fully consolidated are the ones which apart from the services provided to each other and the long-term holdings have a share in excess of 0.5% in at least four of the indicators characterising the Group.
- during the consolidation of debt, when differences are eliminated and depending on the values of the receivable and liability the Group ignores immaterial differences whose accumulated value does not exceed 0.1% of the receivables and liabilities to be eliminated;
- when eliminating income and expenses, the immaterial differences arising during the netting are not settled, but their accumulated value may not exceed 0.25% of the income and expense to be eliminated.

22. Reporting date and rules related to compilation of statements

In accordance with the Act on Accounting, the parent company set the reporting date for the consolidated financial statements as 31 December of the reporting year.

The overriding goal it wishes to achieve is for all of the fully-consolidated and affiliated companies to be included in the consolidation based on their financial statements approved by the general or members' meeting and certified by an auditor if required.

23. General and additional rules related to compiling the consolidated balance sheet and profit and loss statement

MÁV Rt. compiles the consolidated balance sheet in accordance with the provisions of Section I/A of Schedule 6 to the Act on Accounting, with the additional rules that:

- items marked with Arab numerals are not combined or omitted,
- any equity changes resulting from changes in the holdings of affiliated companies and which constitute part of the profit reserve within equity are recognised in a separate balance sheet row marked D/VIII/A,
- under equity, the external shareholdings row (X) contains the share of external shareholders in the retained profit for the reporting year.

MÁV Rt. compiles the consolidated profit and loss statement in accordance with the provisions of Section II/2/A of Schedule 6 to the Act on Accounting, with the additional rules that:

- the figures for rows 13/a and 13/b are not shown separately, they are included in row 13, highlighting the dividends and profit shares received (due) from related companies – including subsidiaries not consolidated fully and jointly-managed companies not consolidated due to the size of their ownership holdings,
- in the consolidated profit and loss statement, row 22 is entitled "Use of profit reserve for dividends and profit shares", which contains the dividend payments made to external shareholders from the profit reserve, if such take place.
- the figure in row 23 of the consolidated profit and loss statement constitutes the portion of the reporting year's retained profit due to external shareholders (this sum is not included in the retained profit).

The figures in the consolidated financial statements are given in millions of forints.

The consolidated financial statements of the Group are compiled based on:

- the annual stand-alone balance sheets, profit and loss statements and other data tables of the fully-consolidated subsidiaries and the jointly-managed companies consolidated based on their ownership holdings, and
- the stand-alone balance sheets and profit and loss statements of affiliated companies

The documents outlined above (balance sheets and profit and loss statements), along with the related documents (data tables) are treated as accounting documentation for the consolidated financial statements.

The person representing the given enterprise and the auditor are responsible for the authenticity of the accounting documentation. If a given company does not have an auditor then this liability is assigned to MÁV ZRt.

The accounting documentation requested and received for consolidation purposes is processed by MÁV ZRt. in a system segregated per consolidation task and designed specifically for this purpose.

MÁV Rt. compiles the consolidated balance sheet and profit and loss statement based on Section 122 (2) of the Act to ensure the assertion of the principle of unity. This means that assets and asset changes are classified, recognised and measured using standard methods for the entire Group.

But MÁV ZRt. takes advantage of the option provided in Section 123 (3) of the Act on Accounting and refrains from this standardisation if the consolidated companies compiled their balance sheets and profit and loss statements in accordance with the rules of the Act on Accounting.

As a result:

- for domestic enterprises the classification, recognition and valuation rules applied by the companies may only be changed if such do not comply with the provisions of the Act on Accounting and this is approved by the general or members' meeting. In this case the differences are settled in the preparatory phase for the consolidation – by correcting the stand-alone balance sheets and profit and loss statements – and presented separately in the supplement.
- for foreign enterprises any deviations to the Act on Accounting are settled during the balance sheet review and measurement standardisation carried out in the consolidation preparatory phase.

24. Methods used to compile consolidated balance sheet and profit and loss statement

24.1 Methods used when preparing consolidation

When preparing the consolidation MÁV ZRt. determines the groups of consolidated companies and performs the balance sheet reviews, the standardised measurements and the currency conversions, if such are necessary.

- a) When establishing the consolidation groups and revising such each year, MÁV ZRt. adheres to the rules prescribed in the Act on Accounting, with the following additions:
- exemption is given to fully-consolidated subsidiaries and jointly-managed enterprises to be consolidated based on their ownership holdings if the share of their individual values remains below 0.5% for at least four of the key indicators used when assessing exemption, while the exempted companies do not reduce the share of the remaining companies in the gross – accumulated – values of the Group below 97% in three of the indicators,
 - exemption from consolidation using the equity method is given to subsidiary, jointly-managed and affiliated companies whose holdings in the reporting year grew by less than 20% individually and which on aggregate do not exceed 5% of the pre-tax profit in the reporting year of the core firms of the Group.
- b) MÁV ZRt. carries out balance sheet reviews and standardised measurements for all foreign subsidiaries and jointly-managed companies which are consolidated fully when establishing and revising the various consolidation groups.

In the case of domestic subsidiary and jointly-managed companies these reviews are only carried out if it is suspected during the consolidation procedures – based on differences arising from netting figures – that the given company committed an error in measuring its assets and related changes and in compiling its balance sheet and profit and loss statement.

- c) Currency conversions are carried out by MÁV ZRt. for the balance sheets and profit and loss statements of fully-consolidated foreign subsidiary and jointly-managed companies as well as for changes to the equity of foreign subsidiary, jointly-managed and affiliated companies that are consolidated to lesser degrees, if it has such enterprises.

Core companies have their balance sheets converted into forints based on the rules recorded in Section 123 (6) a) of the Act on Accounting, while their profit and loss statements are converted in accordance with Subsection (8) of the same section.

When converting the balance sheet the historical exchange rate – for first consolidations – is taken to be the official rate published by the National Bank of Hungary as at the date of full consolidation.

When converting the profit and loss statement the retained profit for the year is converted using the official rate published by the National Bank of Hungary, while the items designated in Subsection (8) c) are converted using the official rates published by the National Bank of Hungary for the given dates.

In the case of non-core companies, changes to equity are converted using the official exchange rate published by the National Bank of Hungary as of the reporting date.

24.2 Methods applied during capital consolidation by eliminating holdings

Capital consolidation by eliminating holdings is carried out by MÁV ZRt. for the core subsidiary and jointly-managed companies.

During capital consolidation by eliminating holdings, the following applies in respect of changes to the scope of companies consolidated in full or based on ownership holdings:

- if the scope expands with a company previously not part of the Group (including associated companies as well), then the equity pertaining to the holding to be eliminated is eliminated at the value as at the date of acquisition, if the conditions for this prevail, otherwise the capital is consolidated as of the reporting date; both cases apply the book value
- if the scope expands with the reclassification of an affiliated company (non-core company) into the scope of fully consolidated firms (core companies) then the capital consolidation by eliminating holdings is carried out as of the first day of the previous year, regardless of when the reason for the reclassification arose in the reporting year; the elimination of the holding and the equity pertaining to the holding ensues at book value as well by adding the capital consolidation asset or liability arising as the equity difference pertaining to the growth in the holding to the capital consolidation asset or liability recorded for affiliates.

Given that MÁV Rt. accords priority to the book value method when consolidating capital by eliminating holdings, any capital consolidation asset or liability arising upon the elimination of the holding is not converted into hidden reserves or hidden liabilities, if it proves to be material, i.e. it exceeds 10% of the book value of the holding, or falls more than 10% short of said value.

The capital consolidation asset is written off over 5 years (i.e. the depreciation rate is 20%).

The capital consolidation liability is reversed when the holding is sold outside the Group, or if a further holding is acquired in the given enterprise and when

eliminating the equity pertaining to the growth in the value of the holding a capital consolidation asset arises.

When consolidating capital by eliminating holdings the consolidation may involve several steps if the fully-consolidated companies have subsidiaries of their own or these companies have other holdings. In this case the consolidation of capital by eliminating holdings is expanded with the chain method.

In the event there is a mutual holding relationship between fully-consolidated companies, then the parent company determines the actual ownership shares to be taken into account during the elimination using the iteration method or matrix method depending on the complexity of the relationship.

24.3 Methods applied during capital consolidation using the equity method

Affiliated companies are consolidated by MÁV ZRt. by measuring the holding in the affiliated company. In this case the holding is valued based on the equity pertaining to the holding.

In the event of changes in the scope of affiliated companies the holding is measured as follows:

- if the scope is expanded by a company not previously part of the Group (including associated companies) the valuation ensues using the book value method as of the reporting date,
- if the scope changes with the reclassification of a fully-consolidated subsidiary into the affiliated scope (because part of the holding – influencing the rating – was sold outside of the Group for example), then the holding is valued as of the beginning of the reporting period and using the book value method, taking into account any capital consolidation asset or liability recorded in the fully-consolidated scope.

Given that consolidating capital using the equity method always ensues using the book value method, when the initial and subsequent holding acquisitions are measured a capital consolidation asset or liability may arise.

The parent company includes the capital consolidation asset in the consolidated balance sheet with a parallel reduction in the value of the holding to ensure a true and fair view and clear procedures. It is written off over 5 years. In this way the annual write-off of the capital consolidation asset does not ensue against the holding but against the profit/loss in the balance sheet.

By contrast, the capital consolidation liability and any changes thereto are only presented in the supplement in accordance with the provisions of the Act on Accounting.

Apart from what is outlined above, when using the equity method the holding recognised in the balance sheet prepared for consolidation is raised with the:

- portion pertaining to the holding of reporting year equity growth at the affiliated company,
- portion pertaining to the holding of dividends payable on the reporting year but not accounted by the investor,
- impairment allocated during the reporting year on the holding.

The value of the holding is reduced with the:

- portion pertaining to the holding of the decrease in the affiliated company's equity in the reporting year,
- the dividend consolidated in the previous year and included in the value of the holding,
- any amount reversed in the reporting year from the holding impairment.

The reporting year impacts of the holding valuation are accounted by the parent company under other income from or other expenses on financial transactions, thus these are included in the Group's retained profit for the year. By contrast, owing to their recognition as items neutral to profit the impacts of valuations carried out prior to the reporting year are included as part of the Group's equity in the balance sheet row 'D/VIII/A Changes to values of affiliated companies'.

24.4 Methods used during debt consolidation

The debt consolidation is performed by MÁV ZRt. for companies fully consolidated and those consolidated based on their ownership holdings (core companies).

During the debt consolidation the receivables and liabilities of the individual core companies are netted and eliminated.

Any differences arising from the netting of receivables and liabilities are initially classified in terms of whether they are material or immaterial (insignificant).

The parent company – as the entity compiling the consolidated financial statements – considers differences to be immaterial if they do not exceed 0.1% of the receivable or liability to be eliminated (maximum THUF 500). In such cases MÁV ZRt. refrains from examining the cause of the difference and does not carry out any eliminations. Here, the elimination of receivables and liabilities is conducted at the

lower value; this constitutes the identical value. (The sum total of immaterial differences may not exceed HUF 10 million).

By contrast, the material differences are rated during the elimination preparation process in terms of whether they are genuine or fictitious differences.

The fictitious differences are settled when preparing the stand-alone balance sheets and profit and loss statements for consolidation.

However, the genuine differences are settled during the debt consolidation. To settle the given item it is first of all determined what the reason for the difference is, and if:

- it can be determined clearly then the missing item is recognised or the superfluous item is derecognised on the appropriate balance sheet and profit and loss statement rows,
- it cannot be clearly determined then the difference is accounted for against other income from debt consolidation or other expenses from debt consolidation.

Genuine differences from the previous year are recognised as part of equity with no impact on the profit against the consolidation induced changes row – and within that the debt consolidation difference row.

During the reporting year consolidation the differences from the previous year are released based on figures for the reporting year, or are left unchanged, depending on whether these differences arise again or not.

After the settlement of the differences the receivables and liabilities to be netted are of the same value and the elimination proceeds at this value.

(In the event of an immaterial difference – as it is not settled – the receivables and liabilities are eliminated at the lower value; this constitutes the identical value.)

24.5 Methods used during consolidation of income and expenses

Income and expenses are consolidated by MÁV ZRt. for the companies fully consolidated and those consolidated based on the ownership holdings (core companies).

To prepare the elimination of income and expenses derived from internal transactions, MÁV ZRt. – as the parent company – first of all nets the income and expenses reported by the individual core companies. Any differences arising during this process are removed through reconciliation and by applying the principle of importance. (The parent company considers differences to be immaterial if the given difference does not reach 0.5% of the income or expense to be eliminated, but maximum THUF 500.) In the event of an immaterial difference, the elimination ensues based on figures excluding the difference. If the return of the transferring

party exceeds the received value reported by the recipient, then the transferring party reduces its return and related expense proportionately to the received value.

During the consolidation of income and expenses different procedures are used for:

- self-manufactured inventories and the provision of services accounted as assets or cost,
- the transfer of purchased assets accounted as assets or cost,
- expense accounted by one member and the contrasting income accounted by another member, and
- expense accounted unilaterally or income accounted unilaterally.

In the case of self-manufactured inventories and services accounted as assets or cost, the parent company – when compiling the consolidated financial statements – eliminates income in conformance to expense by reclassifying net sales revenue to the capitalised value of self-manufactured assets, in light of the fact it uses a profit and loss statement in the consolidation that is based on the total-cost method. Thereafter it monitors what happens with the received asset in the reporting period, and if this was transferred out from the core group then the capitalised value of self-manufactured assets is eliminated against the expense accounted upon the transfer.

In the case of self-manufactured inventories and services accounted as cost the income is eliminated against the expense (cost) of the recipient, given that these receipts are linked to service or administration activities that do not materialise in the form of assets.

For purchased assets accounted as assets or cost the income and expense elimination ensues by eliminating the income and expense accounted by the transferring entity, in conformance with the level of expense.

In the case of internal transactions causing one member to account an expense and the other member to account income – since the values are identical – the elimination occurs by derecognising the accounted expense and the accounted income against each other.

The parent company eliminates unilaterally accounted income or unilaterally accounted expense by cancelling the unilateral entry. Such cases exert an impact on the reporting year profit.

For this reason

- the impacts of previous year eliminations are included in the balance sheet as part of equity – not influencing the profit – against the consolidation induced changes row – and within that the changes from interim results row, then

- monitoring the changes in value of previous year eliminations these are released or left unchanged in accordance with movements in the reporting year.

24.6 Methods used during elimination of interim results

Interim results are eliminated by MÁV ZRt. during the compilation of the consolidated financial statements if fully-consolidated companies have concluded and implemented transactions between each other which have an impact on the profit in their stand-alone statements. When eliminating interim results the income accounted by the transferring party is reduced by the value of the received asset or the cost, if it can be considered material.

For real estate, MÁV ZRt. considers interim results to be immaterial (and does not eliminate them) if they do not exceed HUF 50 million. (However, in annual terms this may not exceed 20% of the interim results to be eliminated, or up to HUF 250 million).

For plant and other machinery, equipment, fittings and vehicles, these figures are HUF 10 million and HUF 100 million, while for other assets HUF 1 million and HUF 10 million.

Interim results eliminated in the previous year and remaining in the consolidation are accounted as follows by the parent company:

- they are recognised in the balance sheet as part of equity – not affecting the profit – against the consolidation induced changes row, and within that the changes from interim result differences row, then
- they are released based on asset changes in the reporting year or left in the consolidation depending on whether the asset reduced by the interim result remains within the core group or is transferred out.

Interim results based on internal transactions in the reporting year are eliminated against the received asset or accounted cost, then monitoring the asset or the cost they are transferred to profit/loss and/or reversed, or left in the consolidation.

Eliminated interim results are definitively released if the asset causing the eliminated interim result is transferred outside of the core group because it was sold, or if it was written off against the profit.

24.7 Methods used during allocation and reversal of deferred taxes

Deferred tax is allocated and reversed by MÁV ZRt. during consolidation if the fully-consolidated companies or those consolidated based on their ownership holdings execute internal transactions whose impact on the profit shall arise in the foreseeable future. The disclosure of such transactions can occur during debt consolidation, the consolidation of income and expenses and the elimination of interim results.

In the case of debt consolidation the settlement of genuine differences may trigger the allocation and then reversal of deferred tax.

During the consolidation of income and expenses the elimination of unilateral income or unilateral expense can have implications resulting in the allocation and then reversal of deferred tax.

In relation to eliminating interim results, deferred tax may be allocated and reversed in the reporting year based on monitoring the eliminated interim results.

Deferred tax is always allocated and reversed during the consolidation tasks which triggered it.

Deferred tax is allocated based on the tax rates as per the corporate tax law in force in the given year.

The implications of any changes in tax rates are re-calculated from the 2006 financial year. The result of such re-calculation is accounted through profit or loss.

Due to the re-calculation, deferred taxes are reversed using the rates in the corporate tax law valid in the year they are reversed.

24.8 Methods used during correction of previous year figures

The year prior to the reporting year consolidation (base year) is corrected by MÁV ZRt. in cases where in comparison to the previous year:

- a company is removed from the scope of core companies, because part or all of the holding therein was transferred into the hands of a natural or legal entity outside of the internal group,
- a non-core company is included into the core category of companies whereby the parent company revokes its exemption from full consolidation due to its role and importance within the Group.

The base year correction must ensue at the value of the previous year – recognised in the consolidated statements – regardless of when in the reporting year the removal from the given group or the movement between the internal and affiliated groups took place.

When a company is removed from the core group the base year correction includes derecognising the closing figures included in the consolidation. For reclassifications between groups the start value is the opening figure for the base year. Accordingly, over and above derecognising the opening values the base correction also involves eliminating the holding, or measuring the holding with due consideration of the derecognised values, as well as settling the changes in the previous year.

MÁV Rt. presents the corrected base year figures in the designated columns of the balance sheet and profit and loss statement.

This does not take place if the base correction only triggers changes in a few rows of the consolidated balance sheet and profit and loss statement. In this case, detailed information on the base year correction is provided in the supplement to the consolidated financial statements.

II. SPECIFIC NOTES

A.) NOTES TO THE CONSOLIDATED BALANCE SHEET

1. CORRECTION OF PREVIOUS YEAR FIGURES

The core group of companies was strengthened with the addition of MÁV CARGO ZRt. and MÁV VAGYONKEZELŐ ZRt. – as subsidiaries – which were previously affiliated non-core companies.

The reclassification caused an adjustment to be carried out based on the Act on Accounting in order that the figures in the previous and the reporting year could be compared.

This meant that the consolidated figures for the previous year (2005) had to be recalculated as if MÁV CARGO ZRt. and MÁV VAGYONKEZELŐ ZRt. have been core companies in 2005 as well.

For this reason the consolidated figures in 2005:

- were supplemented with the assets and equity/liabilities of MÁV CARGO ZRt. and MÁV VAGYONKEZELŐ ZRt. as of 31 December 2005, and, based on their retained profit, with the income and expenses recorded in 2005,
- were adjusted for the figures of MÁV CARGO ZRt. and MÁV VAGYONKEZELŐ ZRt. – as affiliated subsidiaries – included in the consolidation based on the equity method (separately for the 2005 opening data and changes in the reporting year),
- were decreased with the value of the holdings in MÁV CARGO ZRt. and MÁV VAGYONKEZELŐ ZRt. – as fully consolidated subsidiaries – and the related equity as of 1 January 2005, whereby the eliminated impacts of previous years were also settled.

As a result of the correction, the total assets of the Group in the 2005 consolidated balance sheet rose from HUF 807,176 million to HUF 807,597 million.

From the HUF 421 million growth a rise of HUF 416 million results from the reclassification, while an increase of HUF 5 million is attributable to other corrections.

The increase of HUF 416 million breaks down as follows:

– impact of full consolidation (inclusion of assets and liabilities)	+ HUF 998 million
– elimination of equity method impacts	– HUF 40 million
– impact of holding elimination	– HUF 542 million
TOTAL	+ HUF 416 million

The inclusion of MÁV CARGO ZRt. into the core group of companies increased total assets by HUF 425 million (+ 441 + 2 – 18), while the inclusion of MÁV VAGYONKEZELŐ ZRt. reduced the same by HUF 9 million (+ 557 – 66 – 500).

The impacts of the correction regarding assets and liabilities are detailed in **Appendices 5/a (Table ZB/501/A-1)** and **5b (Table ZB 501/A-2)**.

2. PRESENTATION OF CONSOLIDATED BALANCE SHEET

Based on the aggregate value of the assets and liabilities in the stand-alone balance sheets of the fully-consolidated parent and subsidiary companies of the Group, the Group's total assets as of the reporting date on 31 December 2006 amounted to HUF 951,766 million.

During the preparations for the consolidation of assets and liabilities, these figures were reduced by HUF 1,028 million due primarily to the depreciation adjustment for plant, machinery and equipment contributed in-kind to MÁV CARGO ZRt. This was HUF 1,057 million short of the value recorded in the previous year and therefore this had to be settled during the consolidation, given that there were no changes in the circumstances surrounding the operation of the assets, only in their ownership, and even that within the Group.

The assets and liabilities of the Group prepared for consolidation are presented – by company – in **Appendix 6/a (A/511/A-1)** and **Appendix 6/b (A/511/A-2)**.

The values of the Group's assets and liabilities prepared for consolidation (HUF 950,738 million) decreased by HUF 74,331 million during the consolidation process. The decrease is attributable to the following reasons:

– impact of capital consolidation by eliminating holdings	– HUF 39,676 million
– impact of capital consolidation using the equity method	+ HUF 3,532 million
– impact of debt consolidation	– HUF 34,830 million
– impact of income and expense consolidation	+ HUF 2,924 million
– impact of interim result consolidation	– HUF 6,281 million
TOTAL	– HUF 74,331 million

The impacts of the consolidation on assets and equity/liabilities – broken down by consolidation step – are presented in **Appendix 7/a (E/601/A-1)** and **Appendix 7/b (E/601/A-2)**.

21. Impacts of capital consolidation by eliminating holdings

The consolidation of capital by eliminating holdings reduced the value of the Group's assets and equity/liabilities prepared for consolidation by HUF 39,676 million.

This decrease comprises:

- HUF 10,156 million: comprising the HUF - 10,183 million in relation to eliminating holdings and related equity in previous years, while HUF 27 million is a capital consolidation asset not yet written off,
- HUF 29,513 million arose in relation to MÁV CARGO ZRt. following the elimination of the holding increase derived from the in-kind contribution in the reporting year,
- the reduction of HUF 7 million is caused by writing off the capital consolidation asset.

In addition to this, the external owner of BILK KOMBITERMINÁL Kft. raised capital by HUF 150 million, as a result of which the holding of the external owner in equity rose by HUF 144 million, while the subsidiary equity change rose by HUF 6 million alongside a HUF 150 million fall in registered capital (derecognition).

22. Impacts of capital consolidation using the equity method

The consolidation of capital by using the equity method raised the value of the Group's assets and equity/liabilities prepared for consolidation by HUF 3,532 million.

HUF 3,324 million is related to previous years, while HUF 208 million is due to movements and valuations in the reporting year.

HUF 3,206 million of the increase in assets from previous years is linked to equity changes at affiliate companies, while HUF 118 million is the result of reversing impairment.

HUF 47 million of the change in the reporting year was due to the exclusion of companies under liquidation from the consolidation. (This is derived from a write-down of HUF 65 million and reversed impairment of HUF 18 million.)

The remaining HUF 161 million breaks down as follows:

- portion of asset growth from reporting year business

that pertains to the Group	+ HUF 693 million
• portion of reporting year equity movements (change in profit reserve) that pertains to the Group	– HUF 733 million
• HUF 73 million impairment on holdings and the reversal of HUF 3 million	+ HUF 80 million
• dividends included in consolidation and not accounted in previous year	+ HUF 121 million
TOTAL	+ HUF 161 million

Asset growth following business in the reporting year was due to the distribution of retained profits generated by affiliated subsidiaries.

The main companies behind the growth include BOMBARDIER Kft. (HUF 232 million), VAMÁV Kft. (HUF 214 million), MÁV KfV Kft. (HUF 175 million) and VIACOM HUNGARIA Kft. (HUF 111 million). These positive changes were countered by the loss at MÁV HOTELS ZRt. of HUF 243 million.

The adverse impact of reporting year changes in equity was due to a correction of asset growth from the previous year, because the retained profit was distributed before the dividend payment decision was made.

Equity (the profit reserve) fell on account of the dividend payment. Major items in this respect include BOMBARDIER Kft. (HUF 467 million), VIACOM HUNGÁRIA Kft. (HUF 178 million) and VAMÁV Kft. (HUF 97 million), but there were also major changes at MÁVTI Kft. (HUF 171 million) and MÁV JEGYNYOMDA Kft. (HUF 128 million).

These declines were countered by the HUF 490 million increase in the MÁV HOTELS Kft. non-distributable reserve.

The reversed impairment was related to MÁVTI Kft. Dividends for the reporting year but not accounted by the owner arose at MÁV KOMBITERMINÁL Kft. (HUF 92 million) and EURO-METAL Kft. (HUF 29 million).

23. Impacts of debt consolidation on assets and equity/liabilities

Debt consolidation reduced the value of the Group's assets and equity/liabilities prepared for consolidation by HUF 34,830 million, which is basically derived from the netting and derecognition of identical amounts of receivables and liabilities (HUF 34,818 million).

Aside from the factors listed the Group's assets and liabilities prepared for consolidation were increased by the inclusion of previous year genuine differences (HUF 54 million), reduced by HUF 54 million following the release thereof based on

changes in the reporting year, while the impact of the inclusion of reporting year genuine differences was HUF - 12 million.

From the netting of identical receivables and liabilities:

– payments on account and advances received	HUF 1,888 million
– long-term loans to related companies	HUF 395 million
– short-term loans granted to/received from related companies	HUF 1,134 million
– trade receivables and trade payables from related companies (including genuine difference in reporting year)	HUF 28,534 million
– other receivables and liabilities	HUF 232 million
– receivables treated as accrued income and liabilities treated as accrued expenses	HUF 2,635 million
<u>TOTAL</u>	<u>HUF 34,818 million</u>

40.4% of the eliminated receivables were those of MÁV ZRt. (HUF 11,217 million). Over and above this, major receivables were eliminated at MÁV IK Kft. (HUF 3,736 million, 10.73%), MÁV CARGO ZRt. (HUF 2,732 million, 7.85%) and at SZOLNOKI J.J. Kft. (HUF 2,832 million, 8.13%).

Eliminated receivables at MÁV GÉP Kft. totalled HUF 1,725 million, at MÁV FKG Kft. HUF 1,687 million and at MÁV ÉSZAKI J.J. Kft. HUF 1,342 million.

44% of the eliminated liabilities arose at MÁV ZRt. (HUF 12,207 million), and 28.63% at MÁV CARGO ZRt. (HUF 7,949 million).

24. Impact on assets and equity/liabilities of the consolidation of income and expenses

In light of their content the netting of income and expenses does not affect the values of the Group's assets and equity/liabilities. The exception to this is the elimination of income or expenses which arose on the basis of a unilateral accounting entry. In such cases – if they are not settled during the debt consolidation – the values of the Group's assets and liabilities may change owing to the inclusion of the previous year's items, changes in the reporting year and the elimination of unilateral entries in the reporting year.

Including the residual effects of unilateral entries implemented within the Group in previous years, the assets and equity/liabilities prepared for consolidation increased by HUF 2,199 million.

This arose from reversing the impairment of HUF 203 million accounted on the holding in MÁV TISZAVAS Kft., the impairment of HUF 406 million on the holding in

MÁV DEBRECENI J. J. Kft., the impairment of HUF 500 million on the holding in MÁV HÍDÉPÍTŐ Kft., the impairment of HUF 112 million on the holding in BILK KOMBITERMINÁL Kft., the impairment of HUF 954 million on the holding in MÁV GÉP Kft. and the impairment of HUF 24 million on the holding in MÁV VAGYONKEZELŐ ZRt.

Over and above this a unilateral entry of HUF 49 million was eliminated owing to provisioning for contingent liabilities, but this was reversed based on reporting year movements.

In the reporting period, impairment of HUF 688 million and HUF 62 million was accounted on the holdings in MÁV FKG Kft. and MÁV VAGYONKEZELŐ ZRt. respectively, which when removed during the consolidation triggered growth in assets and equity/liabilities of HUF 750 million.

This is coupled with the reversal of HUF 156 million provision related to MÁV SZOLNOKI J.J. Kft. (HUF 111 million) and MÁV Cargo ZRt. (HUF 45 million), which apart from rearranging liabilities induced a HUF 25 million fall in deferred tax assets. As a result, eliminating unilateral expenses in the reporting year raised assets and equity/liabilities by HUF 725 million.

25. Impacts of the elimination of interim results on assets and equity/liabilities

The elimination of interim results reduced the Group's assets and equity/liabilities prepared for consolidation by HUF 6,281 million.

This decrease comprises:

– the recognition of previous year entries	– HUF 7,513 million
– the reversal of previous year entries	+ HUF 2,355 million
– the elimination from reporting year transactions	– HUF 2,357 million
– the reversal of reporting year eliminations	+ HUF 1,234 million
<u>TOTAL</u>	<u>– HUF 6,281 million</u>

The majority of the interim results eliminated in previous years and remaining in the consolidation were eliminated from the value of land and buildings, plant, equipment and vehicles totalling HUF 8,733 million (HUF 3,015 million + HUF 5,718 million), which was increased by the interim results eliminated from assets under construction (HUF 355 million), intellectual property (HUF 18 million) and other equipment (HUF 10 million).

The impact of interim results reducing the value of assets is mitigated by the deferred tax asset value, which based on the above totals HUF 1,603 million.

HUF 2,975 million of the interim results eliminated in previous years and remaining in the consolidation was released based on changes in the reporting year, which resulted in HUF 476 deferred tax.

Deferred taxes rose by HUF 144 million in the reporting year because receivables from deferred tax assets related to interim results eliminated in previous periods but remaining in the consolidation were recalculated under the new tax rates, with the resultant difference going through profit or loss.

Owing to reporting year transactions HUF 1,391 million was eliminated from assets under construction, HUF 259 million from materials and HUF 1,135 million from goods, with a further HUF 21 million in interim results being eliminated from plant, equipment and machinery, research and development and intellectual property. In addition to this, a further HUF 14,057 million of interim results was eliminated from services used.

The interim result eliminated from costs was released from all the interim results eliminated from reporting year transactions, since it was either related to indirect costs or was the direct cost of a service transferred out from the core group. A sum of HUF 259 million eliminated from materials was released, as was HUF 1,113 million from the elimination relating to goods.

Released interim results resulted in deferred tax of HUF 235 million, which led to a decrease in the receivable from deferred tax assets of HUF 235 million.

Of the interim results eliminated from assets under construction, HUF 62 million was reclassified to plant and equipment, HUF - 147 million to land and buildings, with HUF 97 million written off against other expenses.

3. NOTES TO THE CONSOLIDATED BALANCE SHEET

31. Changes to the financial situation of the Group

The consolidated assets and equity/liabilities of the Group rose by HUF 68,810 million (8.52%).

In terms of assets, HUF 49,052 million of the growth arose under fixed assets, HUF 11,350 million under current assets and HUF 8,408 million under prepaid expenses and accrued income.

Under equity and liabilities, the change reduced equity by HUF 86,477 million, which countered the HUF 140,130 million rise in liabilities, the HUF 13,340 million increase in provisions and the HUF 1,817 million rise in accrued expenses and deferred assets.

Under equity/liabilities the HUF 86,477 million fall in equity was caused principally by the HUF 82,554 million realised loss in the reporting year.

The reporting year asset growth (HUF 68,810 million) and equity loss (HUF 86,477 million) were financed from external sources – primarily long-term loans.

Other long-term loans of HUF 83,842 million, investment and development loans of HUF 38,297 million and other long-term liabilities of HUF 35,690 million, the majority of which were derived from receiving Treasury assets.

32. Changes to the assets of the Group

a) Changes in intangible assets

The net value of the Group's intangible assets exceeded the previous-year corrected figure by HUF 1,166 million.

This growth arose primarily under intellectual property (HUF 806 million) and rights and concessions (HUF 339 million).

The 30.38% increase in net intangible assets comprised a 8.48% rise in the gross value (HUF 1,285 million) and a 1,1% increase in accumulated amortisation (HUF 124 million).

Eliminated interim results in the previous year (HUF 18 million) fell by HUF 5 million because intellectual property and research and development from core companies resulted in an additional HUF 10 million to be eliminated, while HUF 15 million was released from the previous year.

The reporting year changes in intangible assets are contained in **Appendix 8 (G/501/A)**.

b) Changes in the value of tangible assets

The net value of the Group's tangible assets rose from HUF 699,176 million in the previous year (corrected figure) to HUF 747,349 million.

Most of the growth amounting to HUF 48,173 million was related to land and buildings (HUF 12,160 million), assets under construction (HUF 14,414 million), payments on account (HUF 16,312 million) and plant, equipment, machinery and vehicles (HUF 5,734 million).

The 6.89% growth in net tangible assets comprised 5.05% growth (HUF 49,532 million) in the gross value and 0.44% growth in accumulated depreciation (HUF 1,204 million).

The change in tangible assets in the reporting year was increased by HUF 1,655 million corresponding to the difference between interim results eliminated and released in the reporting year, and reduced by HUF 1,888 million because of eliminations from payments on account during debt consolidation.

The reporting year changes to tangible assets can be found in **Appendix 9 (G/501/B)**.

c) Changes to investments

In comparison to the previous year investments fell by HUF 287 million.

HUF 13 million of the reduction was related to long-term holdings and HUF 274 million to other investments (including the HUF 8 million drop in the capital consolidation asset).

The HUF 13 million decline in long-term holdings comprises a decrease of HUF 4 million in the holdings in related – subsidiary and affiliated – companies.

The book value of holdings in related companies prepared for consolidation totalled HUF 39,115 million, which was reduced by HUF 5,900 million during the consolidation.

The decline is due partly to the elimination of holdings in fully-consolidated companies (HUF 39,696 million), of which HUF 10,183 million relates to previous years and HUF 29,513 million to the reporting year (MÁV CARGO ZRt.).

This reduction was countered by HUF 2,949 million, corresponding to the reversal of impairment recorded on core companies in previous years totalling HUF 2,199 million and in the reporting year HUF 750 million.

Holdings in affiliated companies cut the reduction by a further HUF 3,613 million due to impairment from the consolidation, of which HUF 3,323 million relates to previous years and HUF 209 million to reporting year consolidation.

The HUF 9 million reduction in other long-term holdings is linked to changes in shareholdings in associated companies that were not consolidated and to changes in impairment.

The changes in the value of holdings are contained in **Appendix 10 (G/502/A)**.

Other investments – mainly long-term loans – fell by HUF 266 million in comparison to the previous year, which was due essentially to other long-term loans (HUF 229 million) and arose at the parent company.

The changes in other investments can be found in **Appendix 11 (G 502/B)**.

The Group commenced the reporting period with a capital consolidation asset of HUF 28 million. This figure fell to HUF 20 million by the end of the year.

The main factor behind the decrease was the write-down in the reporting year of the capital consolidation asset related to the holding in BILK KOMBITERMINÁL Kft., amounting to HUF 7 million.

The changes in the capital consolidation asset can be found in **Appendix 12 (G/503)**.

d) Changes in inventories

The Group's inventories rose by 1.52% (HUF 215 million) in comparison to the previous year.

The growth arose in goods (HUF 102 million) and in work in progress and semi-finished products (HUF 546 million), which was reduced to the given level by falls in materials (HUF 340 million) and finished products (HUF 102 million).

The asset changes in the reporting period between fully-consolidated companies resulted in the elimination of interim results from materials totalling HUF 259 million, and from goods amounting to HUF 1,135 million.

In light of the fact that the majority of materials and goods received internally were sold externally by the recipient companies or were used during services sold

externally, HUF 259 million and HUF 1,113 million were reversed from the eliminated results.

The changes in inventories are presented in **Appendix 13 (G/504)**.

e) Changes in receivables

The Group's receivables rose by 2.56% (HUF 1,082 million) in comparison to the previous year.

The majority of this is due to increases in trade receivables (HUF 1,771 million) and receivables from related companies not fully consolidated (HUF 657 million).

Receivables from related companies in the Group's balance sheet prepared for consolidation totalled HUF 31,605 million, which was reduced by HUF 30,282 million during the consolidation of debts.

The increase in Group receivables was reduced by HUF 585 million due to other receivables and by HUF 456 million due to receivables from deferred tax assets, essentially because the release of interim results eliminated in previous years and remaining in the consolidation significantly exceeded the value of interim results eliminated in the reporting year, while the change in rate used to calculate deferred tax caused a further decrease of HUF 144 million.

The changes in receivables are presented in **Appendix 14 (G/505)**, while changes to receivables owing to deferred tax assets are presented in **Appendix 15 (G/506)**.

f) Changes in liquid assets

The liquid assets available to the Group increased by HUF 10,083 million (71.18%) in comparison to the previous year's corrected figure.

The increase was strongly influenced by the growth of HUF 6,925 million at MÁV ZRt., with other major factors being the increases at MÁV TRANSSPED Kft. (HUF +1,155 million) and MÁV CARGO ZRt. (HUF + 953 million).

In contrast to previous years, core companies of the Group in the reporting year – fully-consolidated undertakings – included no companies which had cash shortfalls as of the reporting date compared to the previous year.

The cash flows causing the changes in liquid assets are detailed in the section presenting the financial situation of the Group.

(See page 51)

g) Changes in prepaid expenses and accrued income

The Group's prepaid expenses and accrued income rose in comparison to the corrected figure for the previous year by HUF 8,408 million.

The growth is derived from accrued income (HUF 6,898 million), and prepaid expenses (HUF 1,931 million) decreased by the HUF 421 million fall in accrued payables.

Prepaid expenses and accrued income were reduced during the consolidation by HUF 2,635 million, which was attributable to settling genuine differences in the debt consolidation (HUF 229 million) and the elimination of identical values of receivables and liabilities (HUF 2,864 million).

The changes to prepaid expenses and accrued income can be found in **Appendix 16 (G/509)**.

33. Equity and liabilities of the Group

a) Changes to equity

In comparison to the previous year the Group's equity fell by HUF 86,477 million, i.e. by 159.54%.

The majority of the decline in equity in the reporting period is due to the loss realised by the Group (HUF 82,554 million), of which MÁV ZRt. accounts for HUF 83,842 million.

The decline in equity was increased by a further HUF 3,016 million via the loss derived from the adjustment of previous year figures, which arose at MÁV ZRt. and reduced the profit reserve.

Positive and negative changes derived from the consolidation cancelled each other out. These included the increase in external shareholdings from equity (HUF 205 million), of which HUF 144 million was a capital increase at BILK KOMBITERMINÁL ZRt., while HUF 61 million was the portion due to external shareholders in said company from the realised (retained) profit achieved in the reporting year and left in the company. (This is not included in the retained profit of the Group.)

The changes in equity and the triggering factors are illustrated in **Appendix 17 (G/511.)**, where the closing figures for the reporting year were compared with the base figures adjusted after the beginning of the year.

Looking at core companies in the Group, the parent company and four other companies – MÁV Hídépítő Kft., MÁVGÉP Kft., MÁV FKG Kft. and MÁV Debreceni

Járműjavító Kft. - have equity that does not reach two-thirds of registered capital; with the exception of MÁV FKG Kft. the equity of these companies is negative.

The owners took action to remedy the equity problems at all of the companies, whereby the most significant action to settle equity was taken by the owner of the parent company as follows:

- Based on Single Shareholder (Founder) Resolution No. 37/2006 (10.27.) and No. 1/2007 (01.29.) amending the former, subscribed capital was reduced to HUF 20 billion, but the capital decrease was only registered on 7 February 2007. As a result, the subscribed capital of the Company did not change in the reporting year.
- Single Shareholder (Founder) Resolutions No. 2/2007 (01. 30.) and No. 3/2007 (01. 30.) provided for the following capital increases:

Data in HUF million				
Resolution No.	Date of capital increase	Registered capital	Capital reserve	Total:
2/2007. (01.30)	31.01.2007	250	46 750	47 000
	31.08.2007	250	21 750	22 000
3/2007. (01.30)	31.10.2007	250	19 750	20 000
	31.12.2007	250	22 350	22 600
Total:		1 000	110 600	111 600

b) Changes to provisions

In comparison to the previous year the provisions at the Group caused a HUF 13,340 million increase in equity/liabilities.

Similar to previous years, provisions were allocated primarily for expected liabilities and future costs. On these grounds the core companies allocated provisions vis-à-vis each other totalling HUF 156 million, which were derecognised during the consolidation – as a unilateral accounting entry – with the corresponding impact on profit. The provisions eliminated in the previous year totalling HUF 49 million were released in the reporting year.

The changes to the Group's provisions are contained in **Appendix 18 (G/512)**.

c) Changes to liabilities

In comparison to the adjusted base value the Group's liabilities rose by HUF 140,130 million (21.61%).

The increase was for long-term liabilities (HUF 157,884 million), which was reduced to the given level by the fall in current liabilities of HUF 17,754 million.

The increase in long-term liabilities is linked to investment and operation financing (HUF 122,139 million) as well as the rise in treasury-related liabilities (HUF 35,690 million).

This is because the other long-term liabilities row principally contains the liability related to treasury assets.

Looking at the Group's long-term liabilities, those maturing in over 5 years total HUF 555,978 million, which accounts for 83.0% of all the long-term liabilities and arises mostly at MÁV ZRt. Treasury-related liabilities account for 71.36% of MÁV ZRt.'s long-term liabilities.

The capital consolidation liability did not change neither for fully-consolidated companies nor for companies treated as affiliates in comparison to the previous year.

The changes to the Group's long-term liabilities are presented in **Appendix 19 (G/513)**, while the changes to the capital consolidation liability per company are presented in **Appendix 20 (G/514-1)** and **Appendix 21 (G/514-2)**.

Current liabilities fell in comparison to the previous year by HUF 17,754 million. The decrease is due largely to short-term loans (HUF 17,560 million) and trade payables (HUF 5,435 million).

The Group's current liabilities were stated in the preparatory balance sheet of the Group at HUF 150,549 million.

This included an elimination of HUF 32,096 million during the debt consolidation against the receivables of fully-consolidated companies.

HUF 6,665 million of the HUF 8,014 million liability remaining to related companies is a liability to subsidiaries not consolidated fully, while HUF 1,343 million is a liability to affiliated companies.

The changes in the Group's current liabilities are contained in **Appendix 22 (G/515-1)** and **Appendix 23 (G/515-2)**.

The Group's off-balance sheet liability of HUF 32,581 million is an undrawn investment development loan, the repayment of which begins in 2007 while the repayment liability due in over 5 years amounts to HUF 22,339 million.

Payment guarantees comprise off-balance sheet liabilities of HUF 4,113 million, which are unconditional payment guarantees from MÁV ZRt. HUF 1,860 million of the above relates to current account overdrafts of subsidiaries, HUF 978 million for a long-term rental agreement and HUF 33 million for heating modernisation at MÁV TISZAVAS Kft., and HUF 1,208 million is connected to the repayment of an advance

payment by MÁV DEBRECENI J.J. Kft. Unconditional payment guarantees expiring after 2007 total HUF 1,029 million.

Off-balance sheet warranty liabilities total HUF 1,062 million, which are commitments borne by MÁV ZRt.

HUF 19 million of the HUF 1,062 million is a bank guarantee, and HUF 1,043 million is a performance guarantee, of which HUF 463 million is a surety from the owner.

The off-balance sheet liabilities from interest and additional costs total HUF 111,361 million, of which HUF 22,573 million is due in 2007 and a further HUF 62,621 million in the next five years.

The Group's liabilities that are pledged or secured with similar rights total HUF 46,847 million, of which HUF 4,463 million arises at fully-consolidated companies.

90.94% of liabilities pledged or secured with similar rights are linked to investment loans, while the remainder is related to short-term loans, borrowings and current account overdrafts.

For investment loans the collateral is the purchased tangible asset, while for other loans and borrowings it is movable assets and tangible assets.

d) *Changes to accrued expenses and deferred income*

The Group's accrued expenses and deferred income grew by HUF 1,817 million (1.98%) in comparison to the previous year.

The increase was primarily due to accrued costs and expenses (HUF 6,162 million), which was reduced by HUF 4,665 million by the reversal of accrued assets.

B) NOTES TO THE CONSOLIDATED PROFIT AND LOSS STATEMENT

1. Compilation of the consolidated profit and loss statement

Aggregating the profit and loss statements of the fully-consolidated companies resulted in a retained loss for the year at Group level of HUF 84,448 million, which increased to HUF 85,505 million during consolidation thanks to the depreciation accounted at MÁV CARGO ZRt. totalling HUF 1,057 million. This loss was reduced by HUF 2,951 million during consolidation, thus the Group's consolidated retained loss for the year totals HUF 82 554 million.

This loss comprises:

–	impact of capital consolidation by eliminating holdings	– HUF	68 million
–	impact of capital consolidation using equity method	+ HUF	894 million
–	impact of debt consolidation	+ HUF	53 million
–	impact of consolidating income / expenses	+ HUF	840 million
–	impact of eliminating interim results	+ <u>HUF 1,232 million</u>	
	TOTAL	+ <u>HUF 2,951 million</u>	

The income and expenses of the Group prepared for consolidation are contained in **Appendix 6/c (A/511/B)**, with the related changes during consolidation presented in **Appendix 7/c (E/601/B)**.

11. Impact of capital consolidation by eliminating holdings

Consolidating capital by eliminating holdings decreased the expenses of the Group prepared for consolidation by HUF 68 million, comprising a write-down of the capital consolidation asset generated in connection with eliminating the holding in BILK KOMBITERMINÁL Kft. (HUF 7 million) and the portion due to external shareholders from the reporting year's retained profit (HUF 61 million).

Nothing else triggered any change in income and expenses because the consolidation of the impairment and reversed impairment on holdings is not carried out during the capital consolidation but during the consolidation of income and expenses (unilateral accounting entries).

12. Impact of capital consolidation using the equity method

The consolidation of capital using the equity method improved the Group's retained result prepared for consolidation by HUF 894 million.

This improvement was due in part to the profit generated by affiliated companies in the reporting period which is due to the Group based on ownership shares (HUF 693 million).

It was also influenced by the reversal of impairment accounted by MÁV ZRt. in the reporting year on its holdings in these companies (HUF 80 million) and by the HUF 121 million dividends due for the reporting year but not yet accounted.

13. *Impact of debt consolidation*

The retained result of the Group prepared for consolidation was raised by HUF 53 million during debt consolidation in relation to the settlement of genuine differences.

The increase in the retained result was due to the recognition of genuine differences in the reporting year (HUF 90 million), decreased by the reporting year reversal of genuine differences from the previous year (HUF 37 million).

These changes resulted in HUF 25 million increase and HUF 7 million decrease in deferred tax.

14. Impact on the profit of the elimination of income and expenses

The eliminations of income and expenses against each other do not affect the result, they only reduce income and expenses. The exceptions to this rule are the unilateral income or expense entries, whose elimination must have an impact on the result.

Unilateral expense of HUF 906 million was recorded by the fully-consolidated companies in the Group in the reporting year, of which HUF 750 million was impairment on holdings (MÁV GÉP HUF 688 million, MÁV VAGYONKEZELŐ ZRt. HUF 62 million) and HUF 156 million comprised provisions for expected liabilities.

These eliminations raised the profit by HUF 906 million, which was reduced by HUF 25 million due to deferred tax related to reversed provisions. The reversal in the reporting year of previous year provisions (HUF 49 million) resulted in a further decline of HUF 41 million, which had a deferred tax implication of HUF 8 million.

Owing to transactions in the reporting period between core companies of the Group:

- HUF 122,975 million was eliminated from income (HUF 94,314 million from net domestic sales revenue, HUF 975 million from other income, HUF 124 million from dividend income, HUF 68 million from interest income and HUF 29,933 million from extraordinary income);
- expenses were reduced by HUF 101,934 million, whereby the main factors included: a decrease of HUF 62,703 million in expenses from services used as well as a HUF 9,263 million decrease in expenses from sold goods and mediated services; there were further reductions at other expenses (HUF 1,537 million), other expenses on financial transactions (HUF 63 million), impairment on holdings and securities (HUF 750 million), extraordinary expenses (HUF 29,933 million) and in relation to dividend and interest expense (HUF 124 million);
- to counter the expense related to the sales revenue from the receipt of self-manufactured assets and services the capitalised value of self-manufactured assets was raised by HUF 21,898 million.

15. Impact on the profit of eliminating interim results

The elimination of interim results increased the retained result of the Group by HUF 1,232 million for the following reasons:

- HUF 2,975 million of the interim results eliminated in previous periods and left in the consolidation was released based on reporting year changes resulting in a HUF 620 million deferred tax liability and thus a retained profit of HUF 2 355 million,
- eliminations and reversals of interim results in the reporting year reduced the retained result by HUF 1,123 million, in light of the fact that the HUF 1,337 million in eliminated interim results was mitigated by the change in the deferred tax liability totalling HUF 214 million.

The elimination of interim results in the reporting year and their release following monitoring decreased income by HUF 16,863 million and expenses by HUF 29,141 million, which is coupled with a HUF 10,640 million fall in the capitalised value of self-manufactured assets.

Thus the reduction in income brought about a decrease in net sales revenue of HUF 16,752 million, in other income of HUF 111 million and in the capitalised value of self-manufactured assets of HUF 10,640 million.

The drop in expense comprises a HUF 14,057 million decrease in services used, a HUF 11,123 million decrease in mediated services sold, a HUF 878 million decrease in material costs, a HUF 11 million decrease in costs of goods sold, a HUF 1,383 million decrease in depreciation and a further HUF 1,689 million drop in other expenses.

2. Notes on the consolidated profit and loss statement

21. Composition of net sales revenue by main product and type of activity

In the Group's profit and loss statement prepared for consolidation net domestic sales revenue totalled HUF 375 216 million.

This figure contains both sales within and outside the Group. HUF 140,159 million of this is related to passenger transport and HUF 92,727 million to cargo activities, thus these two activities account for 62.07% of total domestic sales.

Over and above this, other activities supporting land transport (22.43%), forwarding (4.06%) as well as construction activities (1.85%) constitute important sources of domestic sales within the Group.

After eliminating internal transactions these ratios changed substantially. Passenger transport accounts for 52.91% of sales outside the Group, cargo 30.70% and forwarding 5.77%.

Looking at additional activities, the ratio of other activities supporting land transport fell to 3.12%, given that 95.43% of its domestic sales were within the Group.

Sales of the Group excluding internal transactions rose in comparison to the previous-year corrected figure by 18.5% (HUF 41,229 million). Of this HUF 39,183 million relates to domestic sales and HUF 2,046 million to export sales.

Passenger transportation was instrumental in the increase (HUF 25,653 million), whereby the growth on the domestic market totalled HUF 24,796 million and on the export market HUF 857 million.

This is all presented in **Appendix 24 (G/521/A) and Appendix 25 (G/521/B)**.

22. Breakdown of export sales revenue by market segment

In comparison to the corrected figure of the previous year the Group's export sales revenue grew by 5.89 %.

This corresponds to an increase of HUF 2,046 million.

The export revenue continues to be dominated by MÁV CARGO ZRt. (54.64 %), but also with substantial contribution from MÁV ZRt. (24.12 %).

In terms of exports the main markets are still Austria, Romania, and Germany in spite of the fact that their share decreased from 49.15% to 47.26 % in the reporting year.

Exports to EU Member States rose by HUF 1,866 million in comparison to the previous year, constituting 86.01 % of total exports.

The growth was primarily driven by the markets in Lithuania (HUF 1,628 million) and Latvia (HUF 643 million).

In terms of non-EU countries the expansion was bolstered by the other non-EU countries (HUF 1,897 million).

These factors are presented in **Appendix 26 (G/522.)**.

C) CHANGES TO THE FINANCIAL POSITION

The disposable liquid assets of the Group in the reporting year (taking into account base correction) totalled HUF 10,083 million, which is HUF 9,486 million higher than the adjusted figure for the previous year.

Similar to previous years, the surplus in reporting year liquid assets was derived from financing, since a surplus of HUF 137,864 million was generated during financing activities.

HUF 38,825 million of this was used to finance operating activities and HUF 88,956 million for investment activities.

The ability of the Group to generate funds improved on the previous year thanks to the increased borrowing, but there is still a cash shortage because of the loss before taxes. (Gross cash flow: HUF – 24,536 million.)

This deficit rose to HUF 38,825 million during operating activities.

The funding need for investments was remarkably higher than the previous year, up by HUF 36,691 million. The increase in the funding requirement was caused by fixed asset purchases, exceeding the previous year's adjusted value by HUF 46,094 million.

The cash requirement of the Group's operating and investment activities rose by another HUF 21,846 million compared to the adjusted figure for the previous year. The Group was only able to cover the increased requirement through external resources – principally loans and borrowings – because of its difficulties in raising funds.

Given that the ability of the Group to acquire funds has not deteriorated – HUF 31,936 million more money was generated through financing than in the previous year – all of the liquidity indicators improved, yet they still fall short of the desired levels of above 1 (acid-test ratio) and 2-3 (liquidity rate).

These factors are presented in **Appendix 27 (G/508.)**

The following table presents the indicators calculated based on the financial situation and the changes thereto:

Description	Index in coefficient form		INDEX %
	Corrected previous-year figures	Current	
Cash liquidity	0.104	0.206	198.08
Acid-test ratio	0.412	0.574	139.32
Liquidity ratio	0.516	0.696	134.88
Indebtedness (gearing)	11.948	not applicable	
Ratio of trade receivables and payables	0.426	0.532	124.88

Ratio of receivables and current liabilities	0.307	0.368	119.87
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III. ADDITIONAL INFORMATION

1. Internal owners of the Group

Appendix 28 (G/531-1) and Appendix 29 (G/531-2) present the fully-consolidated companies of the Group and those consolidated using the equity method, their equity and subscribed capital figures, as well as the internal owners, their ownership shares, the book value of their holdings and the equity pertaining to the holding.

The table clearly shows that the majority of the Group's members are linked to the Group through the direct investments of MÁV ZRt.

Apart from the parent company only MÁV CARGO ZRt., MÁVTRANSSPED Kft., MÁV KOMBITERMINÁL Kft. and MÁV VAGYONKEZELŐ Kft. have investments that are disclosed under the affiliated companies.

(MÁV CARGO ZRt. also has a fully-consolidated subsidiary.)

The book value of the investments of MÁV ZRt. in its subsidiaries totals HUF 35,615 million, of which HUF 34,919 million is in the fully-consolidated subsidiaries and HUF 696 million is in the affiliated companies. Equity of HUF 38,457 million pertains to the ownership shares obtained through the investments in the subsidiaries, of which HUF 37,108 million pertains to those fully-consolidated and HUF 1,349 million to affiliated companies.

The joint value of affiliated holdings is HUF 996 million, which corresponds to equity of HUF 3,837 million.

The joint value of all the other internal holdings is HUF 2,750 million, which corresponds to equity of HUF 3,517 million. Of these amounts HUF 2,370 million and HUF 3,084 million relate to MÁV CARGO ZRt.

2. Information on elected office-bearers of the parent firm

In the current year the income earned by the management bodies of the Group (parent company's Board of Directors and Supervisory Board) totalled HUF 68 million, which corresponds to growth of 15.25% in comparison to the previous year.

This breaks down as follows:

–	Board of Directors	HUF 35 million
–	Supervisory Board	HUF 33 million

The income of the Board of Directors remained unchanged (HUF 35 million), while that of the Supervisory Board increased by HUF 9 million.

No loans, advances or payment guarantees were provided to the members of the Board of Directors and the Supervisory Board, similar to the previous year.

3. Information on employees

The Group had an average headcount in 2006 of 49,502, which is 5.18 % lower than the adjusted figure in the previous year.

The decrease of 2,702 was mainly related to payroll staff.

Looking more closely at staff on the payroll, the number of those employed full time fell by 3,386, while the number of part-time staff increased by 777.

The income earned by staff rose by 4.43 % in the reporting year in comparison to the previous period. This included a 5.67 % increase in the wages of full-time employees.

The majority of the income – 86.33 % – was paid as wages.

At Group level the income paid as wages rose by 5.57 % in comparison to the previous year. The wage income of those employed full time grew by 5.54 %.

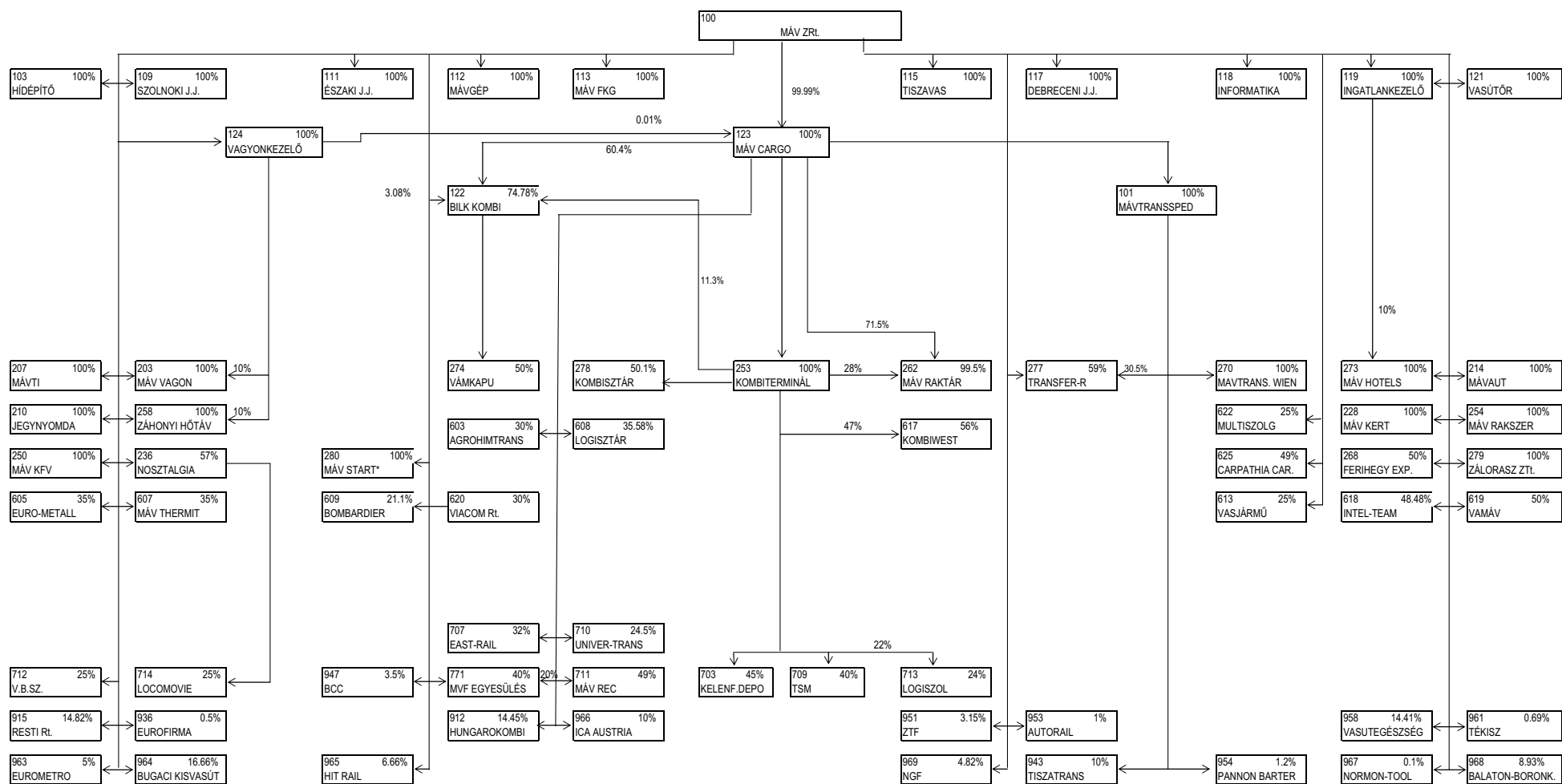
The average wage of payroll employees at the Group increased by 13.31 % in comparison to the previous year.

Major deviations from this figure were noted at MÁV VAGYONKEZELŐ ZRt. (29.79 %) and BILK KOMBITERMINÁL ZRt. (20.23%) (higher than average) as well as at MÁV IK Kft., MÁV TISZAVAS Kft. and MÁV DEBRECENI J.J. Kft. (lower than average) (0.6 %, 3.25 % and 3.14 %, respectively).

These changes for the Group and the fully-consolidated companies are contained in **Appendices 30-32 (G/534/A, G/534/B and G/534/C).**

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*Registered by the Court of Registration on 11.01.2007

KEY INDICES CONSIDERED WHEN ASSESSING EXEMPTION

2006

TABLE A/213

Figures: in HUF million

No.	PARENT COMPANIES, SUBSIDIARIES AND JOINTLY-MANAGED COMPANIES		BALANCE SHEET TOTAL		EQUITY		SUBSCRIBED / REGISTERED CAPITAL		NET SALES REVENUE		WAGE COST		PROFIT / LOSS BEFORE TAX	
	CODE	DESCRIPTION	VALUE	%	VALUE	%	VALUE	%	VALUE	%	VALUE	%	VALUE	%
(1)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
1.	100	MÁV	850 910	88,96%	-31 581	-293,37%	80 000	65,58%	205 606	53,55%	81 939	77,71%	-83 842	98,69%
2.	101	MÁVTRANSPED KFT	5 060	0,53%	385	3,58%	300	0,25%	15 301	3,99%	236	0,22%	155	-0,18%
3.	103	MÁV HÍDÉPÍTŐ KFT	1 080	0,11%	-223	-2,07%	500	0,41%	1 698	0,44%	307	0,29%	-158	0,19%
4.	109	MÁV SZOLNOKI J.JAV. KFT	7 646	0,80%	1 721	15,99%	1 200	0,98%	16 515	4,30%	1 573	1,49%	186	-0,22%
5.	111	MÁV ÉSZAKI J.JAV. KFT	4 468	0,47%	1 453	13,50%	966	0,79%	6 693	1,74%	1 694	1,61%	13	-0,02%
6.	112	MÁV GÉP KFT	2 733	0,29%	-1 192	-11,07%	954	0,78%	3 876	1,01%	1 077	1,02%	-1 148	1,35%
7.	113	MÁV FKG KFT	4 612	0,48%	801	7,44%	1 505	1,23%	6 497	1,69%	1 486	1,41%	-776	0,91%
8.	115	MÁV TISZAVAS KFT	4 396	0,46%	861	8,00%	662	0,54%	4 145	1,08%	673	0,64%	88	-0,10%
9.	117	MÁV DEBRECENI J.JAV KFT	2 539	0,27%	-233	-2,16%	406	0,33%	2 860	0,74%	584	0,55%	-1 798	2,12%
10.	118	MÁV INFORMATIKA KFT	2 681	0,28%	1197	11,12%	800	0,66%	5138	1,34%	1 687	1,60%	180	-0,21%
11.	119	MÁV IK KFT	4 553	0,48%	668	6,21%	399	0,33%	10 256	2,67%	2 545	2,41%	47	-0,06%
12.	121	MÁV VASÚTŐR KFT	767	0,08%	287	2,67%	215	0,18%	2 536	0,66%	988	0,94%	5	-0,01%
13.	122	BILK KOMBITERMINÁL	4 700	0,49%	2 729	25,35%	2 654	2,18%	1 309	0,34%	241	0,23%	220	-0,26%
14.	123	MÁV CARGO Zrt	54 090	5,66%	31 230	290,11%	29 533	24,21%	92 727	24,15%	7 842	7,44%	1 748	-2,06%
15.	124	MÁV VAGYONKEZELŐ Zrt	468	0,05%	437	4,06%	549	0,45%	59	0,02%	61	0,06%	-104	0,12%
FULLY CONSOL. TOTAL:			950 703	99,40%	8 540	79,33%	120 643	98,90%	375 216	97,72%	102 933	97,62%	-85 184	100,26%
16.	203	MÁV VAGON KFT	784	0,08%	277	2,57%	244	0,20%	1690	0,44%	310	0,29%	2	0,00%
17.	207	MÁVTI KFT	1 018	0,11%	-72	-0,67%	80	0,07%	1 776	0,46%	533	0,51%	61	-0,07%
18.	210	MÁV JEGYNYOMDA KFT	215	0,02%	63	0,59%	61	0,05%	239	0,06%	77	0,07%	2	0,00%
19.	214	MÁVAUT KFT	21	0,00%	20	0,19%	42	0,03%	2	0,00%	6	0,01%	-8	0,01%
20.	228	MÁV KERT KFT	175	0,02%	59	0,55%	46	0,04%	421	0,11%	136	0,13%	5	-0,01%
21.	236	MÁV NOSZTALGIA KFT	265	0,03%	33	0,31%	10	0,01%	468	0,12%	107	0,10%	17	-0,02%
22.	250	MÁV KFV KFT	1 040	0,11%	656	6,09%	180	0,15%	1 223	0,32%	335	0,32%	202	-0,24%
23.	253	MÁV KOMBITERMINÁL KFT	1 171	0,12%	528	4,90%	307	0,25%	596	0,16%	136	0,13%	101	-0,12%
24.	254	MÁV RAKSZER KFT	40	0,00%	13	0,12%	22	0,02%	87	0,02%	28	0,03%	-2	0,00%
25.	258	ZÁHONY HÓTÁV KFT	133	0,01%	90	0,84%	87	0,07%	210	0,05%	64	0,06%	-	-
26.	262	MÁV RAKTÁR	518	0,05%	177	1,64%	70	0,06%	1359	0,35%	517	0,49%	85	-0,10%
27.	268	FERIHEGY EXPRESSZ	**	-	* 49	-	* 81	-	**	-	**	-	**	-
28.	270	MÁVTRANSPED WIEN	**	-	* 18	-	* 20	-	**	-	**	-	**	-
29.	273	MÁV HOTELS RT	276	0,03%	143	1,33%	20	0,02%	576	0,15%	248	0,24%	-243	0,29%
30.	274	VÁMKAPU RT	**	-	* 98	-	* 61	-	**	-	**	-	**	-
31.	277	MÁV TRANSFER-R	103	0,01%	53	0,49%	67	0,05%	95	0,02%	16	0,02%	3	0,00%
32.	279	MÁV ZALORASZ	20	0,00%	20	0,19%	20	0,02%	-	-	-	-	-	-
SUBS., JTLY-MGD TREATED AS AFFIL. TOTAL:			5 779	0,60%	2 225	20,67%	1346	1,10%	8 742	2,28%	2 513	2,38%	225	-0,26%
PARENT, SUBS., J-M TOTAL:			956 482	100,00%	10 765	100,00%	121 989	100,00%	383 958	100,00%	105 446	100,00%	-84 959	100,00%

Exemption was assessed based on preliminary data.

SCOPE OF CONSOLIDATED COMPANIES

31 December 2006

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FULLY CONSOLIDATED COMPANIES		
PARENT	SUBSIDIARY	JOINTLY-MANAGED
100 MÁV RT	101 MÁVTRANSSPED 103 MÁV HIDÉPÍTŐ KFT 109 MÁV SZOLNOKI JJ. KFT 111 MÁV ÉSZAKI JJ. KFT 112 MÁV GÉP KFT 113 MÁV FKG KFT 115 MÁV TISZAVAS KFT 117 MÁV DEBRECENI JJ. KFT 118 MÁV INFORMATIKA KFT 119 MÁV IK KFT 121 MÁV VASUTŐR KFT 122 BILK KOMBITERMINÁL 123 MÁV CARGO Z RT 124 MÁV VAGYONKEZELŐ RT	

COMPANIES TREATED AS AFFILIATED FIRMS		
SUBSIDIARY	JOINTLY-MANAGED	AFFILIATED
203 MÁV VAGON KFT 207 MÁVTI KFT 210 MÁV JEGYNYOMDA KFT 214 MÁVAUT KFT 228 MÁV KERT KFT 236 MÁV NOSZTALGIA KFT 250 MÁV KfV KFT 253 MÁV KOMBITERMINÁL KFT 254 MÁV RAKSZER KFT 258 ZÁHONY HŐTÁV KFT 262 MÁV RAKTÁR 268 FERIHEGY EXPRESSZ KFT 270 MÁVTRANSSPED WIEN 273 MÁV HOTELS RT 274 VÁMKAPU RT 277 TRANSFER-R KFT 278 KOMBISZTÁR 279 ZÁLORASZ ZRT 280 MÁV START ZRT		603 AGROCHIMTRANSPACK KFT 605 EURO-METALL KFT 607 MÁV THERMIT KFT 608 LOGISZTÁR KFT 609 BOMBARDIER MÁV KFT 613 MÁV VASJÁRMŰ KFT 617 KOMBIWEST KFT 618 MÁV INTEL-TEAM KFT 619 VAMAV 620 VIACOM RT 622 MÁV MULTISZOLG KFT 625 CARPATHIAN CARGO S.R.O

COMPANIES TREATED AS OTHER FIRMS		
JOINTLY-MANAGED	AFFILIATED	ASSOCIATED
	703 KELENFÖLDI KONTÉNER DEPÓ 707 EAST-RAIL KFT 709 TSM 710 UNIVER-TRANS KFT 711 MÁV REC 712 VBSZ KFT 713 LOGISZOL KFT 714 LOCOMOVIE KFT 715 HUNGARO RAIL KFT 771 MAGYAR VASÚTI FUVAROZÓI EGYESÜLÉS	912 HUNGAROKOMBI KFT 915 RESTI RT 936 EUROFIMA RT 943 TISZATRANS 947 BCC 951 ZTF KFT 953 AUTORAIL KFT 954 PANNON BARTER RT 958 VASÚTEGÉSZSÉGÜGYI KHT 961 TÉKISZ RT 963 EUROMETRO 964 BUGACI KISVASÚT KHT 965 HIT RAIL RT 966 ICA AUSTRIA KFT 967 NORMON-TOOL KFT 968 BALATON-BORONKA KISVASUT KHT 969 NGF KFT

MÁV

CHANGE IN SCOPE OF CONSOLIDATED COMPANIES

31 December 2006

TABLE A/413

CHANGE IN SCOPE OF FULLY CONSOLIDATED COMPANIES

INCREASE		DECREASE	
NAME OF COMPANY	REASON	NAME OF COMPANY	REASON
123 MÁV CARGO ZRT	RECLASS. FROM SCOPE OF AFFILIATED COMP.		
124 MÁV VAGYONKEZELŐ ZRT	RECLASS. FROM SCOPE OF AFFILIATED COMP.		

CHANGE IN SCOPE OF AFFILIATED COMPANIES

INCREASE		DECREASE	
NAME OF COMPANY	REASON	NAME OF COMPANY	REASON
279 ZÁLORASZ ZRT	NEW	276 MÁV CARGO ZRT	RECLASSIFICATION INTO FULLY CONSOLIDATED
280 MÁV START ZRT*	NEW	260 MÁV VAGYONKEZELŐ ZRT 216 ÉSZAK TRANS KFT 275 VASÚTIG. FEJL. TANÁCSADÓ KFT	RECLASSIFICATION INTO FULLY CONSOLIDATED LIQUIDATION LIQUIDATION

CHANGE IN SCOPE OF OTHER COMPANIES

INCREASE		DECREASE	
NAME OF COMPANY	REASON	NAME OF COMPANY	REASON
771 Magyar Vasúti Fuvarozói Egyesülés	NEW	970 ORNAMENT 2000 Kft. 706 PRAELOG KFT	DISPOSAL DISPOSAL

*Registered by the Court of Registration on 11.01.2007

BASE CORRECTION

31.12.2006

TABLE ZB/501/A-1

Data: in HUF million

Sign	Balance sheet items	2005 FIGURES	CORRECTIONS DUE TO 2006 CHANGES IN SCOPE	CORRECTED 2005 FIGURES
A	FIXED ASSETS	713 293	-490	712 803
I.	INTANGIBLE ASSETS	3 838	0	3 838
1.	Capitalised value of formation and transformation	68		68
2.	Capitalised value of research and development	119		119
3.	Rights and concessions	2 816		2 816
4.	Intellectual property	835		835
5.	Goodwill			
6.	Advances on intangible assets			
II.	TANGIBLE ASSETS	699 126	50	699 176
1.	Land and buildings and related rights and concessions	410 944	40	410 984
2.	Plant, equipment, machinery, vehicles	249 084		249 084
3.	Other equipment, fittings, vehicles	1 514	10	1 524
4.	Breeding animals			
5.	Assets under construction, renovations	29 806		29 806
6.	Payments on account	7 778		7 778
III.	INVESTMENTS	10 329	-540	9 789
1.	Long-term holdings in related companies	6 444	-540	5 904
2.	Long-term loans to related companies	45		45
3.	Other long-term holdings	1 079		1 079
4.	Long-term loans to associated companies	38		38
5.	Other long-term loans	2 694		2 694
6.	Long-term debt securities	1		1
8.	Capital consolidation asset	28		28
8/a	from subsidiaries	25	2	27
8/b	from affiliated companies	3	-2	1
B	CURRENT ASSETS	70 072	505	70 577
I.	STOCKS	14 103	0	14 103
1.	Raw materials and consumables	10 645		10 645
2.	Work in progress and semi-finished goods	2 333		2 333
3.	Young, fattened and other livestock			
4.	Finished goods	298		298
5.	Goods	631		631
6.	Advances on stocks	196		196
II.	RECEIVABLES	41 780	449	42 229
1.	Trade receivables	18 496	10	18 506
2.	Receivables from related companies	251	415	666
3.	Receivables from associated companies	97		97
4.	Bills receivable	250		250
5.	Other receivables	21 082	25	21 107
6.	Corporate tax receivable from consolidation	1 604	-1	1 603
III.	SECURITIES	80	0	80
1.	Holdings in related companies			
2.	Other holdings			
3.	Treasury shares, business shares			
4.	Debt securities held for trading	80		80
IV.	LIQUID ASSETS	14 109	56	14 165
1.	Cash, cash equivalents	102	3	105
2.	Bank deposits	14 007	53	14 060
C.	PREPAID EXPENSES AND ACCRUED INCOME	23 811	406	24 217
1.	Accrued income	9 465		9 465
2.	Prepaid expenses	11 702	48	11 750
3.	Accrued payables	2 644	358	3 002
	TOTAL ASSETS	807 176	421	807 597

(1) values in line with holding

BASE CORRECTION

31.12.2006

TABLE ZB/501/A.-2

Data: in HUF million

Sign	Balance sheet items	2005 FIGURES	CORRECTIONS DUE TO 2006 CHANGES IN SCOPE	CORRECTED 2005 FIGURES
D.	SHAREHOLDER'S EQUITY	54 223	-19	54 204
I.	SUBSCRIBED CAPITAL	80 000		80 000
	of which: Repurchased treasury holdings			
II.	SUBSCRIBED, BUT UNPAID CAPITAL			
III.	CAPITAL RESERVE			
IV.	PROFIT RESERVE	41 728	-24	41 704
V.	NON-DISTRIBUTABLE RESERVE	14 546		14 546
VII.	RETAINED PROFIT / LOSS FOR THE YEAR	-80 532	5	-80 527
VIII.	CHANGE IN SUBSIDIARY EQUITY	890	103	993
VIII/A	CHANGE IN HOLD. VAL. OF AFFILIATED COMPS.	2 638	-103	2 535
IX.	CHANGES DUE TO CONSOLIDATION	-5 633	0	-5 633
1.	from debt consolidation difference	10		10
2.	from interim result difference	-5 643		-5 643
X.	SHARE OF MINORITY SHAREHOLDERS	586		586
E.	PROVISIONS	13 314	0	13 314
1.	Provisions for contingent liabilities	11 036		11 036
2.	Provisions for future costs	1 494		1 494
3.	Other provisions	784		784
F.	LIABILITIES	648 007	437	648 444
I.	SUBORDINATED LIABILITIES	290	0	290
1.	to related companies			
2.	to associated companies			
3.	to other enterprises			
4.	Capital consolidation liability	290		290
II.	LONG-TERM LIABILITIES	511 787	160	511 947
1.	Long-term borrowings	35		35
2.	Convertible bonds			
3.	Debts on the issuance of bonds			
4.	Investment and development loans	71 010	160	71 170
5.	Other long-term loans	77 664		77 664
6.	Long-term liabilities to related companies			
7.	Long-term liabilities to associated companies			
8.	Other long-term liabilities	363 078		363 078
III.	CURRENT LIABILITIES	135 930	277	136 207
1.	Short-term borrowings	607		607
	of which: convertible bonds			
2.	Short-term loans	70 943	198	71 141
3.	Advances from customers	1 049	1	1 050
4.	Trade payables	43 421	73	43 494
5.	Bills payable	63		63
6.	Current liabilities to related companies	5 996	3	5 999
7.	Current liabilities to associated companies	273		273
8.	Other current liabilities	13 578	2	13 580
9.	Corporate tax liability from consolidation			
G.	ACCRUED EXPENSES AND DEFERRED INCOME	91 632	3	91 635
1.	Deferred income	12 889		12 889
2.	Accrued expenses	6 543	3	6 546
3.	Accrued assets	72 200		72 200
	TOTAL EQUITY AND LIABILITIES	807 176	421	807 597

(1) values in line with holding

BASE CORRECTION

2006

TABLE ZB/501/B

Data: in HUF million

Sign	Balance sheet items	2005 FIGURES	CORRECTIONS DUE TO 2006 CHANGES IN SCOPE	CORRECTED 2005 FIGURES
01.	Net domestic sales revenue	188 125	30	188 155
02.	Net export sales	34 758		34 758
I.	NET SALES REVENUE	222 883	30	222 913
03.	Changes in self-manufactured stocks	380		380
04.	Capitalised value of self-manufactured assets	13 821		13 821
II.	OWN PERFORMANCE CAPITALISED	14 201	0	14 201
III.	OTHER INCOME	28 854	21	28 875
	of which: reversed impairment	56	2	58
III/A.	DIFFERENCE FROM DEBT CONSOLIDATION INCREASING RESULT	29		29
05.	Material costs	52 459		52 459
06.	Services used	49 747	73	49 820
07.	Other services	1 153	1	1 154
08.	Cost of goods sold	1 466		1 466
09.	Services sold (mediated)	12 769	18	12 787
IV.	MATERIAL-TYPE EXPENSES	117 594	92	117 686
10.	Wage cost	97 452	48	97 500
11.	Other staff benefits	16 715	6	16 721
12.	Wage contributions	35 162	17	35 179
V.	STAFF COSTS	149 329	71	149 400
VI.	DEPRECIATION	35 615	3	35 618
VII.	OTHER EXPENSES	42 557	4	42 553
	of which: impairment	695	1	696
VII/A.	DIFFERENCE FROM DEBT CONSOLIDATION DECREASING RESULT	8		8
A.	OPERATING PROFIT/LOSS	-79 136	-119	-79 247
13.	Dividends and profit-sharings received	454		454
	of which: from related companies	371		371
14.	Exchange gains from the sale of holdings			
	of which: from related companies			
15.	Interest and exchange gains on investments	134		134
	of which: from related companies	133		133
16.	Other interest received (due) and similar income	629	30	659
	of which: from related companies	24		24
17.	Other income from financial transactions	2 664		2 664
VIII.	INCOME FROM FINANCIAL TRANSACTIONS	3 881	30	3 911
18.	Exchange losses on investments	1		1
	of which: to related companies	1		1
19.	Interest payable and similar expenses	11 554		11 554
	of which: to related companies	49		49
20.	Impairment of holdings, securities and bank deposits	73		73
21.	Other expenses on financial transactions	749	-87	662
IX.	EXPENSES ON FINANCIAL TRANSACTIONS	12 377	-87	12 290
B.	PROFIT/LOSS ON FINANCIAL TRANSACTIONS	-8 496	117	-8 379
C.	PROFIT / LOSS ON ORDINARY ACTIVITIES	-87 632	-2	-87 626
X.	EXTRAORDINARY INCOME	7 663		7 663
XI.	EXTRAORDINARY EXPENSES	528		528
D.	EXTRAORDINARY PROFIT/LOSS	7 135	0	7 135
E.	PROFIT / LOSS BEFORE TAX	-80 497	-2	-80 491
XII.	TAX LIABILITY	129		129
XII/A.	DEFERRED TAX	94	-1	93
F.	PROFIT/LOSS AFTER TAX	-80 532	5	-80 527
22.	Use of profit reserve for dividends, profit sharings			
23.	Dividends and profit-sharings paid			
G.	RETAINED PROFIT / LOSS FOR THE YEAR	-80 532	-3	-80 527

(1) values in line with holding

VALUES OF ASSETS FOR CONSOLIDATION ACCORDING TO FULLY CONSOLIDATED COMPANIES

31.12.2006

TABLE A/511/A.-1

Data: in HUF million

		Balance sheets of fully consolidated parent company, subsidiaries and jointly-managed (1) enterprises compiled for consolidation															
	Balance sheet items	Parent	C: 101	C: 103	C: 109	C: 111	C: 112	C: 113	C: 115	C: 117	C: 118	C: 119	C:121	C:122	C:123	C:124	
Sign	Description	C: 100															TOTAL
A	FIXED ASSETS	763 742	312	168	476	652	460	1 357	2 578	613	577	260	69	4 211	28 833	86	804 394
I.	INTANGIBLE ASSETS	4 332	0	2	10	8	1	3	98	24	137	24	2	24	352	0	5 017
1.	Capitalised value of formation and transformation								2	18			1				21
2.	Capitalised value of research and development	97							96								193
3.	Rights and concessions	2 757				8				6	29		1	2	352		3 155
4.	Intellectual property	1 478		2	10		1	3			108	24		22			1 648
5.	Goodwill																0
6.	Advances on intangible assets																0
II.	TANGIBLE ASSETS	719 385	242	164	437	643	459	1 340	2 476	586	435	232	61	4 135	26 041	44	756 680
1.	Land and buildings and related rights and concessions	420 244	212	3	164	131	78	29	124	139	175	134	16	3 325	24	39	424 837
2.	Plant, equipment, machinery, vehicles	227 824	3	153	85	406	344	1 242	2 340	427	235	53	41	669	25 367		259 189
3.	Other equipment, fittings, vehicles	609	14	8	23	60	37	64	5	18	24	35	4	141	30	5	1 077
4.	Breeding animals																0
5.	Assets under construction, renovations	44 730	13		165	46		5	7	2	1	10			620		45 599
6.	Payments on account	25 978															25 978
III.	INVESTMENTS	40 025	70	2	29	1	0	14	4	3	5	4	6	52	2 440	42	42 697
1.	Long-term holdings in related companies	36 612	14											50	2 439		39 115
2.	Long-term loans to related companies	8															8
3.	Other long-term holdings	1 013	15													42	1 070
4.	Long-term loans to associated companies		39														39
5.	Other long-term loans	2 392	2	2	29	1		14	4	3	5	4	6	2	1		2 465
6.	Long-term debt securities																0
8.	Capital consolidation asset	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8/a	from subsidiaries																0
8/b	from affiliated companies																0
B	CURRENT ASSETS	55 318	4 739	897	7 162	3 815	2 271	3 254	1 792	1 898	1 998	4 317	679	456	22 108	380	111 084
I.	STOCKS	6 068	498	132	1 851	2 080	409	1 070	521	902	697	60	23	26	3	0	14 340
1.	Raw materials and consumables	5 936		97	1 352	1 171	308	512	246	590	17	24	23	26	3		10 305
2.	Work in progress and semi-finished goods	2		24	495	879	70	496	199	231	483						2 879
3.	Young, fattened and other livestock																0
4.	Finished goods	103					31	62									196
5.	Goods	19	492	11							197	36					755
6.	Advances on stocks	8	6		4	30			76	81							205
II.	RECEIVABLES	29 675	2 981	678	4 026	1 695	1 858	2 158	951	798	1 268	3 988	630	276	21 129	335	72 446
1.	Trade receivables	4 925	2 883	554	712	308	106	466	69	397	98	57	51	246	9 403	2	20 277
2.	Receivables from related companies	11 353	59	120	2 833	1 349	1 735	1 688	863	265	1 128	3 825	564	18	5 480	325	31 605
3.	Receivables from associated companies	38	2						1			1					42
4.	Bills receivable																0
5.	Other receivables	13 359	37	4	481	38	17	4	18	136	42	105	15	12	6 246	8	20 522
6.	Corporate tax receivable from consolidation																0
III.	SECURITIES	0	0	0	0	0	0	0	0	0	0	0	0	50	0	0	50
1.	Holdings in related companies																0
2.	Other holdings																0
3.	Treasury shares, business shares																0
4.	Debt securities held for trading													50			50
IV.	LIQUID ASSETS	19 575	1 260	87	1 285	40	4	26	320	198	33	269	26	104	976	45	24 248
1.	Cash, cash equivalents	67				2	1	5	2	1	1	4	1	1	4		89
2.	Bank deposits	19 508	1 260	87	1 285	38	3	21	318	197	32	265	25	103	972	45	24 159
C.	PREPAID EXPENSES AND ACCRUED INCOME	31 850	9	15	8	1	2	1	26	28	106	11	19	33	3 149	2	35 260
1.	Accrued income	15 957	2	2	1					20		3		31	2 980	2	18 998
2.	Prepaid expenses	13 472	7	13	7	1	2	1	26	8	106	8	19	2	9		13 681
3.	Accrued payables	2 421													160		2 581
	TOTAL ASSETS	850 910	5 060	1 080	7 646	4 468	2 733	4 612	4 396	2 539	2 681	4 588	767	4 700	54 090	468	950 738

(1) values in line with holding

VALUES OF EQUITY AND LIABILITIES FOR CONSOLIDATION ACCORDING TO FULLY CONSOLIDATED COMPANIES

31.12.2006

TABLE A/511/A-2

Data: in HUF million

		Balance sheets of fully consolidated parent company, subsidiaries and jointly-managed (1) enterprises compiled for consolidation															
Balance sheet items		Parent	C: 101	C: 103	C: 109	C: 111	C: 112	C: 113	C: 115	C: 117	C: 118	C: 119	C:121	C:122	C:123	C:124	
Sign	Description	C: 100															TOTAL
D.	SHAREHOLDER'S EQUITY	-31 581	385	-223	1 721	1 453	-1 192	801	861	-1 730	1 197	668	287	2 729	31 230	437	7 043
I.	SUBSCRIBED CAPITAL	80 000	300	500	1 200	966	954	1 505	662	406	800	399	215	2 654	29 533	549	120 643
	of which: Repurchased treasury holdings																0
II.	SUBSCRIBED, BUT UNPAID CAPITAL																0
III.	CAPITAL RESERVE	16	14														30
IV.	PROFIT RESERVE	-41 905	71	-1 115	441	471	-998	72	-58	-686	154	195	67	-142	-4	-8	-43 445
V.	NON-DISTRIBUTABLE RESERVE	14 150		550		3			169	348	67	33					15 320
VII.	RETAINED PROFIT / LOSS FOR THE YEAR	-83 842		-158	80	13	-1 148	-776	88	-1 798	176	41	5	217	1 701	-104	-85 505
VIII.	CHANGE IN SUBSIDIARY EQUITY																0
VIII/A	CHANGE IN HOLD. VAL. OF AFFILIATED COMPS.																0
IX.	CHANGES DUE TO CONSOLIDATION	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
	1. from debt consolidation difference																0
	2. from interim result difference																0
X.	SHARE OF MINORITY SHAREHOLDERS																0
E.	PROVISIONS	24 457	12	8	784	35	0	1	56	761	6	433	5	2	250	0	26 810
1.	Provisions for contingent liabilities	22 268	12	8	179	35		1	56	14	6	433	5	2	250		23 269
2.	Provisions for future costs	1 256			605					747							2 608
3.	Other provisions	933															933
F.	LIABILITIES	767 836	3 882	1 268	5 073	2 895	3 856	3 803	3 438	3 257	1 367	3 296	393	1 918	18 466	27	820 775
I.	SUBORDINATED LIABILITIES	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1.	to related companies																0
2.	to associated companies																0
3.	to other enterprises																0
4.	Capital consolidation liability																0
II.	LONG-TERM LIABILITIES	667 381	3	4	0	17	0	62	633	409	1	0	1	1 553	162	0	670 226
1.	Long-term borrowings								21				1	68			90
2.	Convertible bonds																0
3.	Debts on the issuance of bonds																0
4.	Investment and development loans	107 281		4		14		62	606					1 485	15		109 467
5.	Other long-term loans	161 500							6								161 506
6.	Long-term liabilities to related companies									395							395
7.	Long-term liabilities to associated companies																0
8.	Other long-term liabilities	398 600	3			3				14	1				147		398 768
III.	CURRENT LIABILITIES	100 455	3 879	1 264	5 073	2 878	3 856	3 741	2 805	2 848	1 366	3 296	392	365	18 304	27	150 549
1.	Short-term borrowings	324		7					12				1	14			828
	of which: convertible bonds																0
2.	Short-term loans	45 287		399		847	603	656	1 014		146	1 184		255	3 190		53 581
3.	Advances from customers	217	16		467				443	584	82						1 809
4.	Trade payables	25 275	404	628	2 540	848	427	774	591	786	454	1 432	224	40	3 617	19	38 059
5.	Bills payable																0
6.	Current liabilities to related companies	18 232	3 416	43	1 524	733	2 359	1 841	244	1 373	143	181	9	8	10 002		40 108
7.	Current liabilities to associated companies	127							133	1	1						262
8.	Other current liabilities	10 993	43	187	542	450	247	470	368	104	290	499	158	48	1 495	8	15 902
9.	Corporate tax liability from consolidation																0
G.	ACCRUED EXPENSES AND DEFERRED INCOME	90 198	781	27	68	85	69	7	41	251	111	191	82	51	4 144	4	96 110
1.	Deferred income	13 049			19				12	5	4	115		5			13 209
2.	Accrued expenses	9 712	781	27	49	39	69	7	23	238	107	76	82	8	4 144	4	15 366
3.	Accrued assets	67 437				46			6	8				38			67 535
	TOTAL EQUITY AND LIABILITIES	850 910	5 060	1 080	7 646	4 468	2 733	4 612	4 396	2 539	2 681	4 588	767	4 700	54 090	468	950 738

(1) values in line with holding

INCOME AND EXPENSES FOR CONSOLIDATION ACCORDING TO FULLY CONSOLIDATED COMPANIES

2006

TABLE A/511/B

Data: in HUF million

		Balance sheets of fully consolidated parent company, subsidiaries and jointly-managed (1) enterprises compiled for consolidation															
PROFIT AND LOSS STATEMENT		Parent	C: 101	C: 103	C: 109	C: 111	C: 112	C: 113	C: 115	C: 117	C: 118	C: 119	C:121	C:122	C:123	C:124	
Sign	Description	C: 100															TOTAL
01.	Net domestic sales revenue	196 729	15 044	1 698	11 999	6 693	3 876	6 496	2 643	1 357	5 098	10 256	2 536	1 309	72 619	59	338 412
02.	Net export sales	8 877	257		4 516			1	1 502	1 503	40				20 108		36 804
I.	NET SALES REVENUE	205 606	15 301	1 698	16 515	6 693	3 876	6 497	4 145	2 860	5 138	10 256	2 536	1 309	92 727	59	375 216
03.	Changes in self-manufactured stocks	57		24	-59	182	-2	-20	150	87	25						444
04.	Capitalised value of self-manufactured assets	3 572			238	37	16	207	86	113	56						4 325
II.	OWN PERFORMANCE CAPITALISED	3 629	0	24	179	219	14	187	236	200	81	0	0	0	0	0	4 769
III.	OTHER INCOME	15 074	504	106	939	99	54	375	156	294	2 190	65	63	9	267	1	20 196
	of which: reversed impairment						10			4				2			16
III/A.	DIFFERENCE FROM DEBT CONSOLIDATION INCREASING RESULT																0
05.	Material costs	41 806	24	518	6 557	3 015	1 688	2 606	2 365	2 438	194	688	73	88	318	3	62 381
06.	Services used	56 290	75	476	1 205	1 034	1 454	468	384	702	1 221	703	107	248	66 186	64	130 617
07.	Other services	650	7	26	23	9	19	224	12	22	11	43	16	12	549	1	1 624
08.	Cost of goods sold	3 966		3	212	20		7	7	32	92		1	1			4 341
09.	Services sold (mediated)	1 607	14 833	377	5 482	32	18	1 348	202	33	624	4 555	861	51	6 466	29	36 518
IV.	MATERIAL-TYPE EXPENSES	104 319	14 939	1 400	13 479	4 110	3 179	4 653	2 970	3 227	2 142	5 989	1 058	400	73 519	97	235 481
10.	Wage cost	81 939	236	307	1 573	1 694	1 077	1 486	673	584	1 687	2 545	988	241	7 842	61	102 933
11.	Other staff benefits	13 837	46	34	198	160	129	222	97	57	167	428	95	33	863	3	16 369
12.	Wage contributions	28 840	85	111	570	597	386	552	234	201	582	913	360	84	2 683	22	36 220
V.	STAFF COSTS	124 616	367	452	2 341	2 451	1 592	2 260	1 004	842	2 436	3 886	1 443	358	11 388	86	155 522
VI.	DEPRECIATION	34 405	37	42	91	165	164	222	208	112	349	98	21	255	2 790	4	38 963
VII.	OTHER EXPENSES	36 516	291	56	1 556	248	109	613	180	984	2 297	209	67	44	2 910	4	46 084
	of which: impairment	5 127	51	10		1	6		18	185		3		3	81	2	5 487
VII/A.	DIFFERENCE FROM DEBT CONSOLIDATION DECREASING RESULT																0
A.	OPERATING PROFIT/LOSS	-75 547	171	-122	166	37	-1 100	-689	175	-1 811	185	139	10	261	2 387	-131	-75 869
13.	Dividends and profit-sharings received	1 211	5											10	217		1 443
	of which: from related companies	1 141	5											10	217		1 373
14.	Exchange gains from the sale of holdings	1															1
	of which: from related companies																0
15.	Interest and exchange gains on investments	7															7
	of which: from related companies																0
16.	Other interest received (due) and similar income	1 387	13		51	2			1	8	1			9	50	27	1 549
	of which: from related companies	62													37		99
17.	Other income from financial transactions	4 328	83	6	107	1		7	101	108	4	22		9	1 061		5 837
VIII.	INCOME FROM FINANCIAL TRANSACTIONS	6 934	101	6	158	3	0	7	102	116	5	22	0	28	1 328	27	8 837
18.	Exchange losses on investments																0
	of which: to related companies																0
19.	Interest payable and similar expenses	16 552	4	28	13	19	38	67	104	63	49	66	5	73	155		17 236
	of which: to related companies	49						10	7	62	16				6		150
20.	Impairment of holdings, securities and bank deposits	832															832
21.	Other expenses on financial transactions	3 631	113	15	125	10	10	13	85	44	2	46		19	1 556		5 669
IX.	EXPENSES ON FINANCIAL TRANSACTIONS	21 015	117	43	138	29	48	80	189	107	51	112	5	92	1 711	0	23 737
B.	PROFIT/LOSS ON FINANCIAL TRANSACTIONS	-14 081	-16	-37	20	-26	-48	-73	-87	9	-46	-90	-5	-64	-383	27	-14 900
C.	PROFIT / LOSS ON ORDINARY ACTIVITIES	-89 628	155	-159	186	11	-1 148	-762	88	-1 802	139	49	5	197	2 004	-104	-90 769
X.	EXTRAORDINARY INCOME	36 143		1		3			2	5	42			24	8		36 228
XI.	EXTRAORDINARY EXPENSES	30 357				1		14	2	1	1	2		1	264		30 643
D.	EXTRAORDINARY PROFIT/LOSS	5 786	0	1	0	2	0	-14	0	4	41	-2	0	23	-256	0	5 585
E.	PROFIT / LOSS BEFORE TAX	-83 842	155	-158	186	13	-1 148	-776	88	-1 798	180	47	5	220	1 748	-104	-85 184
XII.	TAX LIABILITY		31		106						4	6		3	47		197
XII/A.	DEFERRED TAX																0
F.	PROFIT/LOSS AFTER TAX	-83 842	124	-158	80	13	-1 148	-776	88	-1 798	176	41	5	217	1 701	-104	-85 381
22.	Use of profit reserve for dividends, profit sharings																0
23.	Dividends and profit-sharings paid		124														124
G.	RETAINED PROFIT / LOSS FOR THE YEAR	-83 842	0	-158	80	13	-1 148	-776	88	-1 798	176	41	5	217	1 701	-104	-85 505

(1) values in line with holding

COMPILATION OF CONSOLIDATED BALANCE SHEET FOR THE GROUP

31.12.2006

Table E 601/A - 1

Data: in HUF million

0	Balance sheet items		Preparation the balance sheet balance sheet		Impacts of consolidation steps								Consolidated values		
sign	description	Capital consolidation				Debt Consolidation		Income - Expense consolidation		Interim result elimination					
		eliminating holdings			equity method		debit	credit	debit	credit	debit	credit			
		debit	credit	debit	credit										
A	FIXED ASSETS	804 394	0	0	0	0	0	0	0	0	0	0	0	761 855	
I.	INTANGIBLE ASSETS	5 017	0	0	0	0	0	0	0	0	0	0	0	5 004	
	1. Capitalised value of formation and transformation	21	0	0	0	0	0	0	0	0	0	0	0	21	
	2. Capitalised value of research and development	193	0	0	0	0	0	0	0	0	0	0	6	187	
	3. Rights and concessions	3 155	0	0	0	0	0	0	0	0	0	0	0	3 155	
	4. Intellectual property	1 648	0	0	0	0	0	0	0	0	15	22		1 641	
	5. Goodwill	0	0	0	0	0	0	0	0	0	0	0	0	0	
	6. Advances on intangible assets	0	0	0	0	0	0	0	0	0	0	0	0	0	
II.	TANGIBLE ASSETS	756 680	0	0	0	0	0	0	0	0	0	0	0	747 349	
	1. Land and buildings and related rights and concessions	424 837	0	0	0	0	0	0	0	0	1 322	3 015		423 144	
	2. Plant, equipment, machinery, vehicles	259 189	0	0	0	0	0	0	0	0	1 420	5 791		254 818	
	3. Other equipment, fittings, vehicles	1 077	0	0	0	0	0	0	0	0	10	10		1 077	
	4. Breeding animals	0	0	0	0	0	0	0	0	0	0	0		0	
	5. Assets under construction, renovations	45 599	0	0	0	0	0	0	0	0	514	1 893		44 220	
	6. Payments on account	25 978	0	0	0	0	0	1 888	0	0	0	0		24 090	
III.	INVESTMENTS	42 697	0	0	0	0	0	0	0	0	0	0	0	9 502	
	1. Long-term holdings in related companies	39 115	0	39 696	5 293	1 761	0	0	2 949	0	0	0	0	5 900	
	2. Long-term loans to related companies	8	0	0	0	0	0	0	0	0	0	0	0	8	
	3. Other long-term holdings	1 070	0	0	0	0	0	0	0	0	0	0	0	1 070	
	4. Long-term loans to associated companies	39	0	0	0	0	0	0	0	0	0	0	0	39	
	5. Other long-term loans	2 465	0	0	0	0	0	0	0	0	0	0	0	2 465	
	6. Long-term debt securities	0	0	0	0	0	0	0	0	0	0	0	0	0	
	8. Capital consolidation asset	0	0	0	0	0	0	0	0	0	0	0	0	20	
	8/a from subsidiaries	0	27	7	0	0	0	0	0	0	0	0	0	20	
	8/b from affiliated companies	0	0	0	1	1	0	0	0	0	0	0	0	0	
B	CURRENT ASSETS	111 084	0	0	0	0	0	0	0	0	0	0	0	81 927	
I.	STOCKS	14 340	0	0	0	0	0	0	0	0	0	0	0	14 318	
	1. Raw materials and consumables	10 305	0	0	0	0	0	0	0	0	259	259		10 305	
	2. Work in progress and semi-finished goods	2 879	0	0	0	0	0	0	0	0	0	0	0	2 879	
	3. Young, fattened and other livestock	0	0	0	0	0	0	0	0	0	0	0	0	0	
	4. Finished goods	196	0	0	0	0	0	0	0	0	0	0	0	196	
	5. Goods	755	0	0	0	0	0	0	0	0	1 113	1 135		733	
	6. Advances on stocks	205	0	0	0	0	0	0	0	0	0	0	0	205	
II.	RECEIVABLES	72 446	0	0	0	0	0	0	0	0	0	0	0	43 311	
	1. Trade receivables	20 277	0	0	0	0	0	0	0	0	0	0	0	20 277	
	2. Receivables from related companies	31 605	0	0	0	0	99	30 381	0	0	0	0	0	1 323	
	3. Receivables from associated companies	42	0	0	0	0	0	0	0	0	0	0	0	42	
	4. Bills receivable	0	0	0	0	0	0	0	0	0	0	0	0	0	
	5. Other receivables	20 522	0	0	0	0	0	0	0	0	0	0	0	20 522	
	6. Corporate tax receivable from consolidation	0	0	0	0	0	48	73	8	33	2 052	855		1 147	
III.	SECURITIES	50	0	0	0	0	0	0	0	0	0	0	0	50	
	1. Holdings in related companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
	2. Other holdings	0	0	0	0	0	0	0	0	0	0	0	0	0	
	3. Treasury shares, business shares	0	0	0	0	0	0	0	0	0	0	0	0	0	
	4. Debt securities held for trading	50	0	0	0	0	0	0	0	0	0	0	0	50	
IV.	LIQUID ASSETS	24 248	0	0	0	0	0	0	0	0	0	0	0	24 248	
	1. Cash, cash equivalents	89	0	0	0	0	0	0	0	0	0	0	0	89	
	2. Bank deposits	24 159	0	0	0	0	0	0	0	0	0	0	0	24 159	
C.	PREPAID EXPENSES AND ACCRUED INCOME	35 260	0	0	0	0	0	0	0	0	0	0	0	32 625	
	1. Accrued income	18 998	0	0	0	0	251	2 886	0	0	0	0	0	16 363	
	2. Prepaid expenses	13 681	0	0	0	0	0	0	0	0	0	0	0	13 681	
	3. Accrued payables	2 581	0	0	0	0	0	0	0	0	0	0	0	2 581	
	TOTAL ASSETS	950 738	27	39 703	5 294	1 762	398	35 228	2 957	33	6 705	12 986		876 407	

COMPILATION OF CONSOLIDATED BALANCE SHEET FOR THE GROUP

31.12.2006

Table E 601/A - 2. sz

Data: in HUF million

sign	Balance sheet items	Preparation the balance sheet balance sheet	Impacts of consolidation steps										Consolidated values
	description		Capital consolidation				Debt Consolidation		Income - Expense consolidation		Interim result elimination		
			eliminating holdings		equity method								
			debit	credit	debit	credit	debit	credit	debit	credit	debit	credit	
D.	SHAREHOLDER'S EQUITY	7 043	0	0	0	0	0	0	0	0	0	0	-32 273
I.	SUBSCRIBED CAPITAL	120 643	40 643	0	0	0	0	0	0	0	0	0	80 000
	of which: Repurchased treasury holdings	0	0	0	0	0	0	0	0	0	0	0	0
II.	SUBSCRIBED, BUT UNPAID CAPITAL	0	0	0	0	0	0	0	0	0	0	0	0
III.	CAPITAL RESERVE	30	14	0	0	0	0	0	0	0	0	0	16
IV.	PROFIT RESERVE	-43 445	1 628	3 168	18	118	0	0	0	0	0	0	-41 805
V.	NON-DISTRIBUTABLE RESERVE	15 320	1 227	57	0	0	0	0	0	0	0	0	14 150
VII.	RETAINED PROFIT / LOSS FOR THE YEAR	-85 505	68	0	0	894	37	90	0	840	2 357	3 589	-82 554
VIII.	CHANGE IN SUBSIDIARY EQUITY	0	2 206	1 824	0	0	0	0	0	0	0	0	-382
VIII/A	CHANGE IN HOLD. VAL. OF AFFILIATED COMPS.	0	0	0	1 614	4 152	0	0	0	0	0	0	2 538
IX.	CHANGES DUE TO CONSOLIDATION	0	0	0	0	0	0	0	0	0	0	0	-5 007
1.	from debt consolidation difference	0	0	0	0	0	38	304	0	0	0	0	266
2.	from interim result difference	0	0	0	0	0	0	0	8	2 248	7 513	0	-5 273
X.	SHARE OF MINORITY SHAREHOLDERS	0	0	771	0	0	0	0	0	0	0	0	771
E.	PROVISIONS	26 810	0	0	0	0	0	0	0	0	0	0	26 654
1.	Provisions for contingent liabilities	23 269	0	0	0	0	0	0	205	49	0	0	23 113
2.	Provisions for future costs	2 608	0	0	0	0	0	0	0	0	0	0	2 608
3.	Other provisions	933	0	0	0	0	0	0	0	0	0	0	933
F.	LIABILITIES	820 775	0	0	0	0	0	0	0	0	0	0	788 574
I.	SUBORDINATED LIABILITIES	0	0	0	0	0	0	0	0	0	0	0	290
1.	to related companies	0	0	0	0	0	0	0	0	0	0	0	0
2.	to associated companies	0	0	0	0	0	0	0	0	0	0	0	0
3.	to other enterprises	0	0	0	0	0	0	0	0	0	0	0	0
4.	Capital consolidation liability	0	0	290	0	0	0	0	0	0	0	0	290
II.	LONG-TERM LIABILITIES	670 226	0	0	0	0	0	0	0	0	0	0	669 831
1.	Long-term borrowings	90	0	0	0	0	0	0	0	0	0	0	90
2.	Convertible bonds	0	0	0	0	0	0	0	0	0	0	0	0
3.	Debts on the issuance of bonds	0	0	0	0	0	0	0	0	0	0	0	0
4.	Investment and development loans	109 467	0	0	0	0	0	0	0	0	0	0	109 467
5.	Other long-term loans	161 506	0	0	0	0	0	0	0	0	0	0	161 506
6.	Long-term liabilities to related companies	395	0	0	0	0	395	0	0	0	0	0	0
7.	Long-term liabilities to associated companies	0	0	0	0	0	0	0	0	0	0	0	0
8.	Other long-term liabilities	398 768	0	0	0	0	0	0	0	0	0	0	398 768
III.	CURRENT LIABILITIES	150 549	0	0	0	0	0	0	0	0	0	0	118 453
1.	Short-term borrowings	828	0	0	0	0	0	0	0	0	0	0	828
	of which: convertible bonds	0	0	0	0	0	0	0	0	0	0	0	0
2.	Short-term loans	53 581	0	0	0	0	0	0	0	0	0	0	53 581
3.	Advances from customers	1 809	0	0	0	0	0	0	0	0	0	0	1 809
4.	Trade payables	38 059	0	0	0	0	0	0	0	0	0	0	38 059
5.	Bills payable	0	0	0	0	0	0	0	0	0	0	0	0
6.	Current liabilities to related companies	40 108	0	0	0	0	32 121	27	0	0	0	0	8 014
7.	Current liabilities to associated companies	262	0	0	0	0	0	0	0	0	0	0	262
8.	Other current liabilities	15 902	0	0	0	0	11	9	0	0	0	0	15 900
9.	Corporate tax liability from consolidation	0	0	0	0	0	0	0	0	0	0	0	0
G.	ACCRUED EXPENSES AND DEFERRED INCOME	96 110	0	0	0	0	0	0	0	0	0	0	93 452
1.	Deferred income	13 209	0	0	0	0	0	0	0	0	0	0	13 209
2.	Accrued expenses	15 366	0	0	0	0	2 660	2	0	0	0	0	12 708
3.	Accrued assets	67 535	0	0	0	0	0	0	0	0	0	0	67 535
	TOTAL EQUITY AND LIABILITIES	950 738	45 786	6 110	1 632	5 164	35 262	432	213	3 137	9 870	3 589	876 407
	CONTROL FIGURES		45 813	45 813	6 926	6 926	35 660	35 660	3 170	3 170	16 575	16 575	

COMPILATION OF CONSOLIDATED PROFIT AND LOSS STATEMENT FOR THE GROUP

2006

Table E 601/B

Data: in HUF million

sign	Balance sheet items description	Preparation the balance sheet balance sheet	Impacts of consolidation steps										Consolidated values
			Capital consolidation				Debt Consolidation		Income - Expense consolidation		Interim result elimination		
			eliminating holdings		equity method								
			debit	credit	debit	credit	debit	credit	debit	credit	debit	credit	
01.	Net domestic sales revenue	338 412	0	0	0	0	8	0	94 314	0	16 752	0	227 338
02.	Net export sales	36 804	0	0	0	0	0	0	0	0	0	0	36 804
I.	NET SALES REVENUE	375 216	0	0	0	0	0	0	0	0	0	0	264 142
03.	Changes in self-manufactured stocks	444	0	0	0	0	0	0	0	0	0	0	444
04.	Capitalised value of self-manufactured assets	4 325	0	0	0	0	0	0	0	21 898	10 640	0	15 583
II.	OWN PERFORMANCE CAPITALISED	4 769	0	0	0	0	0	0	0	0	0	0	16 027
III.	OTHER INCOME	20 196	0	0	0	0	3	34	975	0	111	0	19 141
	of which: reversed impairment	16	0	0	0	0	0	0	0	0	0	0	16
III/A.	DIFFERENCE FROM DEBT CONSOLIDATION INCREASING RESULT	0	0	0	0	0	0	33	0	0	0	0	33
05.	Material costs	62 381	0	0	0	0	0	0	0	0	0	878	61 503
06.	Services used	130 617	0	0	0	0	0	0	0	62 703	0	14 057	53 857
07.	Other services	1 624	0	0	0	0	0	0	0	0	0	0	1 624
08.	Cost of goods sold	4 341	0	0	0	0	0	0	0	3 674	0	11	656
09.	Services sold (mediated)	36 518	0	0	0	0	0	0	0	5 589	0	11 123	19 806
IV.	MATERIAL-TYPE EXPENSES	235 481	0	0	0	0	0	0	0	0	0	0	137 446
10.	Wage cost	102 933	0	0	0	0	0	0	0	0	0	0	102 933
11.	Other staff benefits	16 369	0	0	0	0	0	0	0	0	0	0	16 369
12.	Wage contributions	36 220	0	0	0	0	0	0	0	0	0	0	36 220
V.	STAFF COSTS	155 522	0	0	0	0	0	0	0	0	0	0	155 522
VI.	DEPRECIATION	38 963	0	0	0	0	0	0	0	0	0	1 383	37 580
VII.	OTHER EXPENSES	46 084	0	0	0	0	0	0	0	1 537	0	1 689	42 858
	of which: impairment	5 487	0	0	0	0	0	0	0	0	0	0	5 487
VIII/A.	DIFFERENCE FROM DEBT CONSOLIDATION DECREASING RESULT	0	0	0	0	0	317	0	0	0	0	0	317
A.	OPERATING PROFIT/LOSS	-75 869	0	0	0	0	0	0	0	0	0	0	-74 380
13.	Dividends and profit-sharings receive	1 443	0	0	0	121	0	0	124	0	0	0	1 440
	of which: from related companie	1 373	0	0	0	0	0	0	124	0	0	0	1 249
14.	Exchange gains from the sale of holdings	1	0	0	0	0	0	0	0	0	0	0	1
	of which: from related companies	0	0	0	0	0	0	0	0	0	0	0	0
15.	Interest and exchange gains on investments	7	0	0	0	0	0	0	0	0	0	0	7
	of which: from related companies	0	0	0	0	0	0	0	0	0	0	0	0
16.	Other interest received (due) and similar income	1 549	0	0	0	0	0	0	68	0	0	0	1 481
	of which: from related companies	99	0	0	0	0	0	0	68	0	0	0	31
17.	Other income from financial transactions	5 837	0	0	0	950	0	0	0	0	0	0	6 787
VIII.	INCOME FROM FINANCIAL TRANSACTIONS	8 837	0	0	0	0	0	0	0	0	0	0	9 716
18.	Exchange losses on investments	0	0	0	0	0	0	0	0	0	0	0	0
	of which: to related companies	0	0	0	0	0	0	0	0	0	0	0	0
19.	Interest payable and similar expenses	17 236	0	0	0	0	0	0	0	63	0	0	17 173
	of which: to related companies	150	0	0	0	0	0	0	0	63	0	0	87
20.	Impairment of holdings, securities and bank deposits	832	0	0	0	80	0	0	0	750	0	0	2
21.	Other expenses on financial transactions	5 669	7	0	257	0	0	0	0	0	0	0	5 933
IX.	EXPENSES ON FINANCIAL TRANSACTIONS	23 737	0	0	0	0	0	0	0	0	0	0	23 108
B.	PROFIT ON FINANCIAL TRANSACTIONS	-14 900	0	0	0	0	0	0	0	0	0	0	-13 392
C.	PROFIT / LOSS ON ORDINARY ACTIVITIES	-90 769	0	0	0	0	0	0	0	0	0	0	-87 772
X.	EXTRAORDINARY INCOME	36 228	0	0	0	0	0	332	29 933	0	0	0	6 627
XI.	EXTRAORDINARY EXPENSES	30 643	0	0	0	0	0	0	0	29 933	0	0	710
D.	EXTRAORDINARY PROFIT/LOSS	5 585	0	0	0	0	0	0	0	0	0	0	5 917
E.	PROFIT / LOSS BEFORE TAX	-85 184	0	0	0	0	0	0	0	0	0	0	-81 855
XII.	TAX LIABILITY	197	0	0	0	0	0	0	0	0	0	0	197
XII/A.	DEFERRED TAX	0	0	0	0	0	62	44	25	8	855	449	-441
F.	PROFIT/LOSS AFTER TAX	-85 381	0	0	0	0	0	0	0	0	0	0	-82 493
22.	Use of profit reserve for dividends, profit sharings	0	0	0	0	0	0	0	0	0	0	0	0
23.	Dividends and profit-sharings paid	124	61	0	0	0	0	0	0	124	0	0	61
G.	RETAINED PROFIT / LOSS FOR THE YEAR	-85 505	68	0	257	1 151	390	443	125 439	126 279	3 589	2 357	-82 554

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

TANGIBLE AND INTANGIBLE ASSET STATEMENT (1)
CHANGES TO INTANGIBLE ASSETS

2006

TABLE G/501/A

Data in HUF million

DESCRIPTION	B/S ITEM		OPENING*	CURRENT YEAR CHANGE		CLOSING	CURRENT YEAR DEPRECIATION
	SIGN	DESCRIPTION		INCREASE	DECREASE		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
GROSS VALUE	A/I/1.	CAPITALISED VALUE OF FORM.&TRANSFORM.	98	-	-	98	
	A/I/2.	CAPITALISED VALUE OF RESEARCH & DEV.	208	85	-	293	
	A/I/3.	RIGHTS AND CONCESSIONS	3 493	848	7	4 334	
	A/I/4.	INTELLECTUAL PROPERTY	11 353	1 293	934	11 712	
	A/I/5.	GOODWILL	-	-	-	-	
	A/I/6.	ADVANCES ON INTANGIBLE ASSETS	-	-	-	-	
	A/I.	TOTAL	15 152	2 226	941	16 437	
ELIM. INTERIM RESULT	A/I/1.	CAPITALISED VALUE OF FORM.&TRANSFORM.					
	A/I/2.	CAPITALISED VALUE OF RESEARCH & DEV.		6		6	
	A/I/3.	RIGHTS AND CONCESSIONS					
	A/I/4.	INTELLECTUAL PROPERTY	18	4	15	7	-15
	A/I/5.	GOODWILL					
	A/I/6.	ADVANCES ON INTANGIBLE ASSETS					
	A/I.	TOTAL	18	10	15	13	-15
ACCUMULATED DEPRECIATION	A/I/1.	CAPITALISED VALUE OF FORM.&TRANSFORM.	30	47	-	77	68
	A/I/2.	CAPITALISED VALUE OF RESEARCH & DEV.	89	11	-	100	11
	A/I/3.	RIGHTS AND CONCESSIONS	677	510	8	1 179	389
	A/I/4.	INTELLECTUAL PROPERTY	10 500	421	857	10 064	418
	A/I/5.	GOODWILL	-	-	-	-	-
	A/I/6.	ADVANCES ON INTANGIBLE ASSETS	-	-	-	-	-
	A/I.	TOTAL	11 296	989	865	11 420	886
NET VALUE	A/I/1.	CAPITALISED VALUE OF FORM.&TRANSFORM.	68	-	47	21	
	A/I/2.	CAPITALISED VALUE OF RESEARCH & DEV.	119	85	17	187	
	A/I/3.	RIGHTS AND CONCESSIONS	2 816	856	517	3 155	
	A/I/4.	INTELLECTUAL PROPERTY	835	1729**	923**	1 641	
	A/I/5.	GOODWILL	-	-	-	-	
	A/I/6.	ADVANCES ON INTANGIBLE ASSETS	-	-	-	-	
	A/I.	TOTAL	3 838	2 670	1 504	5 004	871

* Closing value of the corrected prev.year figures

** Value adjusted for accumulated depreciation of contributed intellectual property (436)

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

TANGIBLE AND INTANGIBLE ASSET STATEMENT (1)
CHANGES IN TANGIBLE ASSETS

2006

TABLE G/501/B

Data in HUF million

DESCRIPTION	B/S ITEM		OPENING*	CURRENT YEAR CHANGE		CLOSING	CURRENT YEAR DEPRECIATION
	SIGN	DESCRIPTION		INCREASE	DECREASE		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
GROSS VALUE	A/II/1.	PROPERTY AND RELATED RIGHTS & CONC.	530 552	35 519	9 267	556 804	
	A/II/2.	PLANT, MACHINERY, EQUIPMENT, VEHICLES	405 084	54 425	63 965	395 544	
	A/II/3.	OTHER EQUIPMENT, FITTINGS, VEHICLES	7 762	341	1 081	7 022	
	A/II/4.	BREEDING ANIMALS	-	-	-	-	
	A/II/5.	ASSETS UNDER CONSTR., RENOVATIONS	30 161	70 770	55 332	45 599	
	A/II/6.	PAYMENTS ON ACCOUNT	7 856	69 119	50 997	25 978	
	A/II.	TOTAL	981 415	230 174	180 642	1 030 947	
ELIM. INTERIM RESULT	A/II/1.	PROPERTY AND RELATED RIGHTS & CONC.	3 015	-	1 322	1 693	-70
	A/II/2.	PLANT, MACHINERY, EQUIPMENT, VEHICLES	5 718	73	1 420	4 371	-1 296
	A/II/3.	OTHER EQUIPMENT, FITTINGS, VEHICLES	10	-	10	-	-2
	A/II/4.	BREEDING ANIMALS	-	-	-	-	
	A/II/5.	ASSETS UNDER CONSTR., RENOVATIONS	355	1 538	514	1 379	
	A/II/6.	PAYMENTS ON ACCOUNT**	78	1 888	78	1 888	
	A/II.	TOTAL	9 176	3 499	3 344	9 331	-1 368
ACCUMULATED DEPRECIATION	A/II/1.	PROPERTY AND RELATED RIGHTS & CONC.	116 553	17 975	2 561	131 967	16 359
	A/II/2.	PLANT, MACHINERY, EQUIPMENT, VEHICLES	150 282	21 714	35 641	136 355	21 265
	A/II/3.	OTHER EQUIPMENT, FITTINGS, VEHICLES	6 228	708	991	5 945	672
	A/II/4.	BREEDING ANIMALS	-	-	-	-	-
	A/II/5.	ASSETS UNDER CONSTR., RENOVATIONS	-	-	-	-	-
	A/II/6.	PAYMENTS ON ACCOUNT	-	-	-	-	-
	A/II.	TOTAL	273 063	40 397	39 193	274 267	38 296
NET VALUE	A/II/1.	PROPERTY AND RELATED RIGHTS & CONC.	410 984	39 402	27 242	423 144	
	A/II/2.	PLANT, MACHINERY, EQUIPMENT, VEHICLES	249 084	58628**	52894**	254 818	
	A/II/3.	OTHER EQUIPMENT, FITTINGS, VEHICLES	1 524	1 255	1 702	1 077	
	A/II/4.	BREEDING ANIMALS	-	-	-	-	
	A/II/5.	ASSETS UNDER CONSTR., RENOVATIONS	29 806	71 284	56 870	44 220	
	A/II/6.	PAYMENTS ON ACCOUNT	7 778	69 197	52 885	24 090	
	A/II.	TOTAL	699 176	272 711	224 538	747 349	36 901

* Closing value of the corrected prev.year figures

** Values adjusted for accumulated depreciation of contributed assets (technical 32 858, other 87)

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO INVESTMENTS
A) HOLDINGS

2006

TABLE G502/4		Data in HUF million								
B/S ITEM		(CORRECTED) PREV. YEAR VALUE	FIGURES FOR CONSOLIDATION	INCL. OF PREV. YEAR CONS. IMPACTS	CURRENT YEAR CHANGES				CLOSING CONS.	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
SIGN	DESCRIPTION				HOLDING ELIMIN.	HOLDING VALUAT.	UNBLAT. ENTRY	INTERIM RESULT		
					DOE TO CAPITAL CONS.		ELIM. OR RELEASE			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
A/III/1	LONG-TERM HOLDINGS IN RELATED COMPANIES	5 904	39 115	-10 183 3 323	-29 513		2 949	-	5 900	-4
A/III/3	OTHER LONG-TERM HOLDINGS	1 070	1 070	-	-		-	-	1 070	-9
TOTAL		6 983	40 185	-6 860	-29 513	209	2 949	-	6 970	-13

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO INVESTMENTS
B) CHANGES TO OTHER INVESTMENTS

2006

TABLE G/502/B

Data in HUF million

B/S ITEM		(CORRECTED) PREV. VALUE	FIGURES FOR CONSOLIDATION	INCL. OF PREV. YEAR CONS. IMPACTS	CURRENT YEAR CHANGES				CLOSING CONS.	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
					DEBT CONSOLIDATION		UNILAT. ENTRY	INTERIM RESULT		
SIGN	DESCRIPTION				INCI./REL. OF GEN. DIFFERENCE	ELIM. AGAINST LIABILITY				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
A/III/2	LONG-TERM LOANS TO RELATED COMPANIES	45	8	-	-	-	-	-	8	-37
A/III/4	LONG-TERM LOANS TO ASSOCIATED COMPANIES	38	39	-	-	-	-	-	39	1
A/III/5	OTHER LONG-TERM LOANS	2 694	2 465	-	-	-	-	-	2 465	-229
A/III/6	LONG-TERM DEBT SECURITIES	1	-	-	-	-	-	-	-	-1
TOTAL		2 778	2 512	-	-	-	-	-	2 512	-266

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGE IN CAPITAL CONSOLIDATION ASSET

2006

TABLE G/503

Data in HUF million

No.	THE COMPANY		CORRECTED PREV. YEAR VALUE	OPENING	CURRENT YEAR CHANGE				CLOSING	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
	CODE	DESCRIPTION			INCREASE		DECREASE			
					FROM HOLD. ACQUIS.	OTHER REASON	FROM SALE OF HOLD.	OTHER WRITE-OFF		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
1.	122	BILK KOMBITERMINÁL	25	25	-	-	-	7	18	-7
2.	123	MÁV CARGO ZRt	2	2	-	-	-	-	2	0
		TOTAL FOR FULLY CONSOLIDATED COMPANIES	27	27	-	-	-	7	20	-7
3.	270	MÁV TRANSSPED WIEN	1	1	-	-	-	1	-	-1
		TOTAL FOR COMPANIES TREATED AS AFFILIATED FIRMS	1	1	-	-	-	1	-	-1
		GRAND TOTAL	28	28	-	-	-	8	20	-8

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO STOCKS

2006

TABLE G/504

Data in HUF million

B/S ITEM		(CORRECTED) PREV. YEAR VALUE	FIGURES FOR CONSOLIDATION	INCL. OF PREV. YEAR CONS. IMPACTS	CURRENT YEAR CHANGES				CLOSING CONS.	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
SIGN	DESCRIPTION				CHANGE FROM DEBT CONSOLIDATION	PREVIOUS YEAR	CURRENT YEAR			
						INTERIM RESULT				
						RELEASE	ELIMINATION	RELEASE		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
B/I/1	RAW MATERIALS	10 645	10 305	-	-	-	-259	259	10 305	-340
B/I/2	WORK IN PROGRESS AND SEMI-FINISHED GOODS	2 333	2 879	-	-	-	-	-	2 879	546
B/I/3	YOUNG, FATTENED AND OTHER LIVESTOCK	-	-	-	-	-	-	-	-	-
B/I/4	FINISHED GOODS	298	196	-	-	-	-	-	196	-102
B/I/5	GOODS	631	755	-	-	-	-1 135	1 113	733	102
B/I/6	ADVANCES ON STOCKS	196	205	-	-	-	-	-	205	9
B/I	TOTAL STOCKS	14 103	14 340	-	-	-	-1 394	1 372	14 318	215

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO RECEIVABLES

2006

TABLE G/505

Data in HUF million

B/S ITEM		(CORRECTED) PREV. YEAR VALUE	FIGURES FOR CONSOLIDATION	INCL. OF PREV. YEAR CONS. IMPACTS	CURRENT YEAR CHANGES				CLOSING CONS.	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
SIGN	DESCRIPTION				REL/ELIM. OF GEN. DIFFERENCE	ELIM. AGAINST LIABILITIES	UNILAT. RELEASE, ELIMIN.	RELEASE, ELIMIN. OF INTERIM RESULTS		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
B/II/1	TRADE RECEIVABLES	18 506	20 277	-	-	-	-	-	20 277	1 771
B/II/2	RECEIVABLES FROM RELATED COMPANIES	666	31 605	39	-39 -216	-30 066	-	-	1 323	657
B/II/3	RECEIVABLES FROM COMPANIES IN OTHER HOLDING RELATIONSSHIPS	97	42	-	-	-	-	-	42	-55
B/II/4	BILLS RECEIVABLE	250	-	-	-	-	-	-	-	-250
B/II/5	OTHER RECEIVABLES	21 107	20 522	-	-	-	-	-	20 522	-585
B/II	TOTAL RECEIVABLES	40 626	72 446	39	-255	-30 066	-	-	42 164	1 538

CHANGES TO RECEIVABLES OWING TO DEFERRED TAX ASSETS

2006

TABLE G/506

Data in HUF million

DESCRIPTION	CORRECTED PREV. YEAR VALUE	OPENING	CURRENT YEAR CHANGES						CLOSING	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES	COMP. OF DEFERRED TAX LIABILITIES
			ON PREV. YEAR			ON CURR. YEAR					
			RELEASE OF GEN. DIFF.	UNILAT. ENTRY	INTERIM RESULT	INCL. AND RELEASE OF GEN. DIFF.	UNILAT. ENTRY	INTERIM RESULT			
				RELEASE OF ELIM.			ELIM. AND RELEASE				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
On profit eliminated from intangible assets	2	2	-	-	-1	-	-	2	3	1	-
On profit eliminated from tangible assets	1 600	1 600	-	-	-474 -144*	-	-	224 -15	1 191	-409	-
In relation to investments	-	-	-	-	-	-	-	-	-	-	-
On profit eliminated from stocks	-	-	-	-	-	-	-	223 -220	3	3	-
In relation to receivables	-7	-7	7	-	-	-25	-	-	-25	-18	25
In relation to provisions	8	8	-	-8	-	-	-25	-	-25	-33	25
TOTAL	1 603	1 603	7	-8	-619	-25	-25	214	1 147	-456	50

* Due to rate modification

CASH FLOW STATEMENT

2006

TABLE G/508

Data in HUF million

No.	DESCRIPTION	CORRECTED PREVIOUS-YEAR VALUE	CURRENT-YEAR VALUE
(1)	(2)	(3)	(4)
1/a.	Profit / Loss before tax	-80 571	-81 855
1/b.	Dividends, profit-sharing received	-465	-1 440
1/c.	Definitive liquid asset receipts	-208	-183
1/d.	Definitive liquid asset transfers	221	84
1.	Adjusted profit/loss before tax	-81 023	-83 394
2.	Booked amortisation	35 619	37 580
3.	Booked impairment and reversal	4 692	7 845
4.	Difference between provisions allocated and used	1 300	13 094
5.	Result from disposal of fixed assets	-3 214	339
6.	Changes in trade liabilities	11 067	-1 920
7.	Changes in other current liabilities	7 598	1 397
8.	Changes in accrued expenses and deferred income	-6 604	1 815
9.	Changes in trade receivables	-4 085	-7 453
10.	Changes in current assets (without trade receivables and liquid assets)	-10 726	984
11.	Changes in prepaid expenses and accrued income	-8 253	-8 413
12.	Tax paid, payable (on profit)	-41	-638
13.	Dividends and profit-sharings paid, payable	-	-61
I.	CASH FLOW FROM OPERATING ACTIVITIES	-53 670	-38 825
14.	Fixed asset additions	-57 226	-103 320
15.	Disposal of fixed assets	5 311	30 123
16.	Changes in payments on account		-16 312
17.	Changes to investments due to consolidation	-815	-887
18.	Dividends, profit-sharing received	465	1 440
II.	CASH FLOWS FROM INVESTING ACTIVITIES	-52 265	-88 956
19.	Proceeds from issuance of shares (capital increase)	138 324	290
20.	Income from issuance of bonds, debt securities	-	-
21.	Borrowings	92 718	170 394
22.	Repayment of long term loans and termination, redemption of bank deposits	209	700
23.	Definitive liquid asset receipts	812	183
24.	Withdrawal of shares (capital decrease)	-121 232	-285
25.	Repayment of bonds and debt securities	-	-
26.	Repayment of borrowings and loans	-14 850	-65 845
27.	Repayment of long term loans and termination, redemption of bank deposits	-347	-2
28.	Definitive liquid asset transfers	-228	-84
29.	Changes in liabilities to founders and other long-term liabilities	10 522	35 510
30.	Adjustment of prior-year profit/loss	-	-2 997
III.	FINANCING CASH FLOW	105 928	137 864
IV.	AVAILABLE CASH FLOW	-7	10 083

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO PREPAID EXPENSES AND ACCRUED INCOME

2006

TABLE G/509

Data in HUF million

B/S ITEM		CORRECTED PREV. YEAR VALUE	FIGURES FOR CONSOLIDATION	INCL. DURING PREVIOUS YEAR CONSOLIDATION	CURRENT YEAR CHANGES			CONS. CLOSING	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
SIGN	DESCRIPTION				PREV. YEAR RELEASE OF GENUINE DIFF.	CURRENT YEAR INCL. OF GEN. DIFF.	ELIM. AGAINST LIAB.		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
C/1	DEFERRED INCOME	9 465	18 998	22	-22	229	-2 864	16 363	6 898
C/2	PREPAID EXPENSES	11 750	13 681	-	-	-	-	13 681	1 931
C/3	ACCRUED PAYABLES	3 002	2 581	-	-	-	-	2 581	-421
C	PREPAID EXPENSES AND ACCRUED INCOME	24 217	35 260	22	-22	229	-2 864	32 625	8 408

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO EQUITY OF THE GROUP

2006

TABLE G/511

Data in HUF million

DESCRIPTION	CORR. PREV. YEAR CLOSING	SETTLEM. AFTER OPENING	FINAL PREV. YEAR VALUES	CURRENT YEAR CLOSING	DIFFERENCE BETWEEN CURRENT YEAR CLOSING AND FINAL PREV. YEAR FIGURES
(1)	(2)	(3)	(4)	(5)	(6)
SUBSCRIBED CAPITAL	80 000	-	80 000	80 000	-
SUBSCRIBED, BUT UNPAID CAPITAL	-	-	-	-	-
CAPITAL RESERVE	-	-	-	16	16
PROFIT RESERVE	41 704	-80 413	-38 709	-41 805	-3 096
NON-DISTRIBUTABLE RESERVE	14 546	-	14 546	14 150	-396
RETAINED PROFIT / LOSS FOR THE YEAR	-80 527	80 527	-	-82 554	82 554
CHANGE IN SUBSIDIARY EQUITY	993	-1 162	-169	-382	-213
CHANGE IN HOLD. VAL. OF AFFILIATED COMPS.	2 535	671	3 206	2 538	-668
CONSOLIDATION INDUCED CHANGES:	-5 633	397	-5 236	-5 007	229
DEBT CONSOLIDATION DIFFERENCE	10	27	37	266	229
INTERIM RESULT DIFFERENCE	-5 643	370	-5 273	-5 273	-
MINORITY SHAREHOLDINGS IN EQUITY	586	-20	566	771	205
SHAREHOLDER'S EQUITY	54 204	-	54 204	-32 273	-86 477

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO PROVISIONS OF THE GROUP

2006

TABLE G/512

Data in HUF million

[illegible]

CHANGES TO LONG-TERM LIABILITIES OF THE GROUP

2006

TABLE G/513

Data in HUF million

B/S ITEM		CORRECTED PREV. YEAR FIGURES	FIGURES FOR CONSOLIDATION	CONSOLIDATION INDUCED CHANGES			CLOSING CONS.	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES	DUE OVER 5 YEARS	FROM LIABILITIES		
				PREV. YEAR GEN. DIFFERENCE	CURRENT YEAR					RELATED TO		
INCL. OF GEN. DIFFERENCE	ELIM. AGAINST RECEIVABLE				SUBSIDIARY	JOINTLY-MAN.				AFFILIATED		
											COMPANIES NOT FULLY CONSOLIDATED	
SIGN	DESCRIPTION											
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
F/II/1	Subordinated liabilities to related companies	-	-	-	-	-	-	-	-	-	-	-
F/II/2	Subordinated liabilities to companies in other holding relationships	-	-	-	-	-	-	-	-	-	-	-
F/II/3	Subordinated liabilities to other business entities	-	-	-	-	-	-	-	-	-	-	-
F/I	TOTAL SUBORDINATED LIABILITIES	-	-	-	-	-	-	-	-	-	-	-
F/III/1	Long-term borrowings	35	90	-	-	-	90	55	13	-	-	-
F/III/2	Convertible bond debts	-	-	-	-	-	-	-	-	-	-	-
F/III/3	Debts on the issuance of bonds	-	-	-	-	-	-	-	-	-	-	-
F/III/4	Investment and development loans	71 170	109 467	-	-	-	109 467	38 297	77 002	-	-	-
F/III/5	Other long-term loans	77 664	161 506	-	-	-	161 506	83 842	82 211	-	-	-
F/III/6	Long-term liabilities to related companies	-	395	-	-	-395	-	-	-	-	-	-
F/III/7	Long-term liabilities to companies in other holding relationships	-	-	-	-	-	-	-	-	-	-	-
F/III/8	Other long-term liabilities	363 078	398 768	-	-	-	398 768	35 690	396 752*	-	-	-
F/II	TOTAL LONG-TERM LIABILITIES	511 947	670 226	-	-	-395	669 831	157 884	555 978	-	-	-

* Liability related to treasury assets received for asset management

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO CAPITAL CONSOLIDATION LIABILITY
FOR FULLY CONSOLIDATED COMPANIES

2006

TABLE G/514-1

Data in HUF million

[illegible]

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO CAPITAL CONSOLIDATION LIABILITY
FOR COMPANIES CONSOLIDATED AS AFFILIATES

2006

TABLE G/514-2

Data in HUF million

No.	THE COMPANY		CORRECTED PREV. YEAR VALUE	CHANGE			CONSOLIDATED CLOSING VALUE	DIFF. BETW. CLOSING AND PREV. YEAR FIGURES
	CODE	DESCRIPTION		FROM HOLD. ACQUIS.	FROM SALE OF HOLD.	OTHER		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1.	203	MÁV VAGON KFT.	2	-	-	-	2	-
2.	207	MÁVTI KFT.	14	-	-	-	14	-
3.	210	MÁV JEGYNYOMDA KFT.	12	-	-	-	12	-
4.	214	MÁVAUT KFT.	2	-	-	-	2	-
5.	228	MÁV KERT KFT.	2	-	-	-	2	-
8.	250	MÁV KfV KFT.	8	-	-	-	8	-
9.	253	MÁV KOMBITERMINÁL KFT.	4	-	-	-	4	-
11.	273	MÁV HOTELS RT	30	-	-	-	30	-
12.	274	VÁMKAPU RT	2	-	-	-	2	-
14.	277	TRANSFER-R KFT.	2	-	-	-	2	-
15.	603	AGROCHIMTRANSPACK KFT.	24	-	-	-	24	-
16.	605	EUROMETAL KFT.	121	-	-	-	121	-
17.	607	MÁV THERMIT KFT.	13	-	-	-	13	-
18.	608	LOGISZTÁR KFT.	4	-	-	-	4	-
19.	609	BOMBARDIER KFT.	13	-	-	-	13	-
20.	613	MÁV VASJÁRMŰ KFT.	5	-	-	-	5	-
21.	619	VAMÁV KFT.	111	-	-	-	111	-
22.	620	VIACOM HUNGÁRIA	46	-	-	-	46	-
		TOTAL:	415	-	-	-	415	-

CHANGES TO THE CURRENT LIABILITIES OF THE GROUP

2006

TABLE G/515-1

Data in HUF million

No.	DESCRIPTION	CORRECTED PREV. YEAR VALUE	FIGURES FOR CONSOLIDATION	CONSOLIDATION INDUCED CHANGES				CLOSING CONS.	DIFF. BETW. PREV. YEAR FIGURES AND CLOSING	RELATED TO		
				PREV. YEAR GEN. DIFFERENCE		CURRENT YEAR				SUBSIDIARY	JOINTLY-MAN.	AFFILIATED
				INCL.	RELEASE	INCL. OF GEN. DIFFERENCE	ELIM. AGAINST RECEIVABLE					
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
1.	SHORT-TERM BORROWINGS	607	828	-	-	-	-	828	221	-	-	-
2.	SHORT-TERM LOANS	71 141	53 581	-	-	-	-	53 581	-17560	-	-	-
3.	DUE TO ADVANCES FROM CUSTOMERS	1 050	1 809	-	-	-	-	1 809	759	-	-	-
4.	TRADE LIABILITIES	43 494	38 059	-	-	-	-	38 059	-5435	-	-	-
5.	BILLS PAYABLE	63	-	-	-	-	-	-	-63	-	-	-
6.	CURRENT LIABILITIES TO RELATED COMPANIES	5 999	40 108	20	-20	-337 7	-31 764	8 014	2 015	6 665	6	1 343
7.	CURRENT LIABILITIES TO COMPANIES IN OTHER HOLDING RELATIONSHIPS	273	262	-	-	-	-	262	-11	-	-	-
8.	FROM OTHER CURRENT LIABILITIES	13 580	15 902	-	-	-2	-	15 900	2 320	-	-	-
9.	CORPORATE TAX LIABILITY DUE TO CONSOLIDATION	-	-	-	-	-	-	-	-	-	-	-
III/7	CURRENT LIABILITIES	136 207	150 549	20	-20	-332	-31764	118 453	-17 754	6 665	6	1 343

CHANGES IN CURRENT LIABILITIES TO RELATED COMPANIES

2006

TABLE G/515-2

Data in HUF million

No.	DESCRIPTION	FIGURES FOR CONSOLIDATION	CONSOLIDATION INDUCED CHANGES				CLOSING CONS.	RELATED TO		
			PREV. YEAR GEN. DIFFERENCE		CURRENT YEAR			SUBSIDIARY	JOINTLY-MAN.	AFFILIATED
			INCL.	RELEASE	INCL. OF GEN. DIFFERENCE	ELIM. AGAINST RECEIVABLE				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(10)	(11)	(12)
1.	From trade payables	34 871	20	-20	-330	-28 582	5 959	4 610	6	1 343
2.	From bills payable	-	-	-	-	-	-	-	-	-
3.	Due to advances from customers	2 250	-	-	-	-1 888	362	362	-	-
4.	From short-term borrowings	1 065	-	-	-	-1 065	-	-	-	-
5.	From short-term convertible bonds	-	-	-	-	-	-	-	-	-
6.	From short-term loans	-	-	-	-	-	-	-	-	-
7.	From other current liabilities	1 922	-	-	-	-229	1 693	1 693	-	-
III/7	TOTAL CURRENT LIABILITIES TO RELATED COMPANIES	40 108	20	-20	-330	-31 764	8 014	6 665	6	1 343

B-M. KONSZ.SYSTEM (2)

2006

Data in HUF million

[illegible]

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO NET SALES REVENUE OF THE GROUP FROM PRODUCTS AND ACTIVITIES RENDERED EXTERNALLY

2006

TABLE G/521/B

Data in HUF million

[illegible]

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO EXPORT SALES REVENUE BY MARKET SEGMENT

2006

TABLE G/522

Data in HUF million

MARKET SEGMENTS		CORRECTED BASE		ACTUAL		CHANGE	
NO.	DESCRIPTION	VALUE	RATIO %	VALUE	RATIO %	VALUE	IN %
(1)	(2)	(3)	(4)	(8)	(9)	(10)	(11)
1.	AUSTRIA	9 594	27,60%	9 576	26,02%	-18	-0,19%
2.	GERMANY	3 720	10,70%	3 420	9,29%	-300	-8,06%
3.	POLAND	491	1,41%	526	1,43%	35	7,13%
4.	ITALY	2 047	5,89%	1 511	4,11%	-536	-26,18%
5.	SLOVAKIA	1 660	4,78%	1 797	4,88%	137	8,25%
6.	CZECH REPUBLIC	2 989	8,60%	1 576	4,28%	-1 413	-47,27%
7.	SLOVENIA	2 170	6,24%	2 981	8,10%	811	37,37%
8.	FRANCE	389	1,12%	249	0,68%	-140	-35,99%
9.	GREECE	667	1,92%	241	0,65%	-426	-63,87%
10.	THE NETHERLANDS	634	1,82%	139	0,38%	-495	-78,08%
11.	BELGIUM	219	0,63%	63	0,17%	-156	-71,23%
14.	LATVIA	-	-	643	1,75%	643
16.	LITHUANIA	2 301	6,62%	3 929	10,68%	1 628	70,75%
17.	OTHER EU MEMBERS	258	0,74%	146	0,40%	-112	-43,41%
	EU Member railway total	27 139	78,08%	26 797	72,81%	-342	-1,26%
18.	SWITZERLAND	297	0,85%	237	0,64%	-60	-20,20%
12.	ROMANIA	3 771	10,85%	4 399	11,95%	628	16,65%
13.	BULGARIA	299	0,86%	306	0,83%	7	2,34%
15.	UKRAINE	259	0,75%	152	0,41%	-107	-41,31%
19.	SERBIA	641	1,84%	890	2,42%	249	38,85%
20.	CROATIA	1 132	3,26%	1 279	3,48%	147	12,99%
21.	RUSSIA	-	-	279	0,76%	279
22.	TURKEY	659	1,90%	7	0,02%	-652	-98,94%
23.	OTHER NON-EU MEMBERS	561	1,61%	2 458	6,68%	1 897	338,15%
	Non-EU Member railway total	7 619	21,92%	10 007	27,19%	2 388	31,34%
	TOTAL:	34 758	100,00%	36 804	100,00%	2 046	5,89%

OWNERS OF SUBSIDIARIES FULLY CONSOLIDATED AND THOSE TREATED AS AFFILIATED FIRMS

31 December 2006

TABLE G/531-1

Data in HUF million

FULLY CONSOLIDATED SUBSIDIARIES AND JOINTLY-MANAGED COMPANIES				PRESENTATION OF OWNERS BELONGING TO SCOPE OF FULLY CONSOLIDATED COMPANIES							
CODE	DESCRIPTION	EQUITY	SUBSCR. / REGIST. CAPITAL	100 MÁV RT.			OTHER INTERNAL OWNERS				
				HOLDING VALUE	HOLDING %	SHARE OF EQUITY	HOLDING VALUE	HOLDING %	SHARE OF EQUITY	CODE	DESCRIPTION
(1)	(2)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
101	MÁVTRANSPED KFT	385	300	-	-	-	111	100,00	385	123	MÁV CARGO Zrt
103	MÁV HÍDÉPÍTŐ KFT	-223	500	-	100,00	-223					
109	MÁV SZOLNOKI J.JAV. KFT	1 721	1 200	1 200	100,00	1 721					
111	MÁV ÉSZAKI J.JAV. KFT	1 453	966	966	100,00	1 453					
112	MÁV GÉP KFT	-1 192	954	-	100,00	-1 192					
113	MÁV FKG KFT	801	1 505	817	100,00	801					
115	MÁV TISZAVAS KFT	861	662	459	100,00	861					
117	MÁV DEBRECENI J.JAV KFT	-233	406	-	100,00	-233					
118	MÁV INFORMATIKA KFT	1 197	800	800	100,00	1 197					
119	MÁV IK KFT	668	399	399	100,00	668					
121	MÁV VASÚTŐR KFT	287	215	215	100,00	287					
122	BILK KOMBITERMINÁL	2 729	2 654	94	3,76	103	1 415 300	56,67 11,30	1 546 308	123 253	MÁV CARGO Zrt MÁV KOMBITERMINÁL Zrt
123	MÁV CARGO Zrt	31 230	29 533	29 531	99,99993	31 228	2	0,00007	2		MÁV VAGYONKEZELŐ Zrt
124	MÁV VAGYONKEZELŐ Zrt	437	549	438	100,00	437					
	FULLY CONSOL. TOTAL:	40 121	40 643	34 919	~	37 108	1 828	~	2 241	~	
203	MÁV VAGON KFT	277	244	220	90,00	249	31	10,00	28	110	MÁV VAGYONKEZELŐ
207	MÁVTI KFT	-71	80	-	100,00	-71					
210	MÁV JEGYNYOMDA KFT	63	61	61	100,00	63					
214	MÁVAUT KFT	20	42	28	100,00	20					
228	MÁV KERT KFT	59	46	46	100,00	59					
236	MÁV NOSZTALGIA KFT	33	10	6	57,00	19					
250	MÁV KFV KFT	656	180	180	100,00	656					
253	MÁV KOMBITERMINÁL KFT	528	307	-	-	-	307	100,00	528	123	MÁV CARGO Zrt
254	MÁV RAKSZER KFT	13	22	15	100,00	13					
258	ZÁHONY HÓTÁV KFT	90	87	78	90,00	81	9	10,00	9	124	MÁV VAGYONKEZELŐ
262	MÁV RAKTÁR	177	70	-	-	-	49 20	71,50 28,00	127 50	123 253	MÁV CARGO Zrt MÁV KOMBITERMINÁL Zrt
268	FERIHEGY EXPRESSZ	*49	*81	40,5	50,00	25					
270	MÁVTRANSPED WIEN	*18	*19	12	100,00	18					
273	MÁV HOTELS RT	143	20	18	90,00	129	2	10,00	14	124	MÁV VAGYONKEZELŐ
274	VÁMKAPU RT	*98	*61	*44	50,00	49					
277	MÁV TRANSFER-R	67	67	15	28,50	19	15	30,50	20	101	MÁV TRANSPED
279	MÁV ZALORASZ	20	20	20	100,00	20					
	AFFILIATED SUBSIDIARIES Σ	2 240	1 417	783,5	~	1 349	433	~	776	~	
	SUBSIDIARIES Σ	42 361	42 060	35 702,5	~	38 457	2 259	~	3 017	~	

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

OWNERS OF JOINTLY MANAGED COMPANIES TREATED AS AFFILIATED FIRMS AND AFFILIATES

31 December 2006

TABLE G/531-2

Data in HUF million

[illegible]

B-M. KONSZ.SYSTEM (2)

2006

Data in HUF million

[illegible]

CHANGES TO MAIN STAFF FIGURES OF THE GROUP

2006

TABLE G/534/B

Data in HUF million

DESCRIPTION	NUMBER			TOTAL INCOME		
	CORRECTED PREV. YEAR FIGURES	ACTUAL	INDEX %	CORRECTED PREV. YEAR FIGURES	ACTUAL	INDEX %
(1)	(2)	(3)	(4)	(5)	(6)	(7)
FULL-TIME EMPLOYEES	51 729	48 343	93,45	110 009	116 245	105,67
PART-TIME EMPLOYEES	379	1156	305,01	432	2783	645,71
PAYROLL TOTAL	52 108	49 499	94,99	110 440	119 028	107,78
OFF-PAYROLL	96	3	3,13	3 735	200	5,35
TOTAL:	52 204	49 502	94,82	114 175	119 228	104,43

DESCRIPTION	WAGE COST			STAFF COSTS		
	CORRECTED PREV. YEAR FIGURES	ACTUAL	INDEX %	CORRECTED PREV. YEAR FIGURES	ACTUAL	INDEX %
(1)	(4)	(5)	(6)	(9)	(10)	(11)
FULL-TIME EMPLOYEES	95 127	100 399	105,54	14 536	15 846	109,01
PART-TIME EMPLOYEES	360	2385	662,50	71	398	560,56
PAYROLL TOTAL	95 487	102 784	107,64	14 607	16 244	111,21
OFF-PAYROLL	2 013	149	7,4	1 514	51	3,37
TOTAL:	97 500	102 933	105,57	16 121	16 295	101,08

Name of Group: MÁV

B-M. KONSZ.SYSTEM (2)

CHANGES TO GROUP PAYROLL STAFF AND
WAGE COSTS PER COMPANY

2006

TABLE G/534/C

COMPANY		STAFF DATA (head)			WAGE COSTS (HUF million)			AVERAGE WAGE (THUF/person/month)		
CODE	DESCRIPTION	CORRECTED PREV.YEAR FIGURES	ACTUAL	INDEX %	CORRECTED PREV.YEAR FIGURES	ACTUAL	CHANGE %	PREV.YEAR FIGURES	ACTUAL	CHANGE %
(1)	(2)	(5)	(6)	(7)	(10)	(11)	(12)	(13)	(14)	(15)
100	MÁV Rt	44 893	39 201	87,32%	83 274	81 939	98,40%	154,58	174,19	112,69
101	MÁVTRANSPED	45	48	106,67%	206	236	114,56%	381,48	409,72	107,40
103	MÁV Hidépítő Kft.	164	133	81,10%	347	307	88,47%	176,32	192,36	109,10
109	MÁV Szolnoki JJ.Kft.	922	914	99,13%	1 458	1 558	106,86%	131,78	142,05	107,79
111	MÁV Északi JJ.Kft.	812	809	99,63%	1 616	1 684	104,21%	165,85	173,47	104,59
112	MÁV GépKft.	691	644	93,20%	914	1052	115,10%	110,23	118,27	107,29
113	MÁV FKG Jász. K.	872	873	100,11%	1292	1486	115,02%	123,47	141,85	114,89
115	MÁV Tiszavas Kft.	383	379	98,96%	647	661	102,16%	140,77	145,34	103,25
117	MÁV Debreceni JJ.Kft.	369	368	99,73%	559	575	102,86%	126,24	130,21	103,14
118	MÁV Informatika Kft.	398	391	98,24%	1 570	1 671	106,43%	328,73	356,14	108,34
119	MÁV Ingatlankezelő Kft.	1692	1740	102,84%	2460	2 545	103,46%	121,16	121,89	100,60
121	MÁV Vasúti Kft.	779	744	95,51%	899	983	109,34%	96,17	110,10	114,48
122	BILK Kombiterminal Rt.	81	79	97,53%	197	231	117,26%	202,67	243,67	120,23
123	MÁV CARGO ZRt	1	3170	1	7795	83,33	204,92	245,91
124	MÁV Vagyongazdálkodó ZRt	6	6	100,00%	47	61	129,79%	652,78	847,22	129,79
TOTAL		52 108	49 499	94,99%	95 487	102 784	107,64%	152,71	173,04	113,31