



DECLARATION
in connection with the Corporate Governance Recommendations
(dated December 8, 2003) published by the Budapest Stock Exchange Ltd regarding
corporate governance practices

The Board of Directors of Tisza Chemical Group Public Limited Company (the „Company”) declared as set forth below and provided the following information in the name of the Company:

1. to Section 1.1.2 of the Recommendations

The mission of the Board of Directors covers matters set forth in this Section.

Yes (Complies)

No (Please explain)

The Board of Directors established its Charter.

Yes (Complies)

No (Please explain)

2. to Section 1.2.2 of the Recommendations

The Supervisory Board established its Charter and work schedule.

Yes (Complies)

No (Please explain)

3. to Section 1.3.2 of the Recommendations

Minutes have been prepared on meetings of the Board of Directors and the Supervisory Board, respectively, and resolutions had been properly administered.

Yes (Complies)

No (Please explain)

4. to Section 1.6.1 and Section 2.1.6 of the Recommendations

The Board of Directors has prepared the guidelines regarding the evaluation and remuneration of the management.

Yes (Complies)

No (Please explain)

The Board of Directors has published the guidelines regarding the evaluation and remuneration of the management.

Yes (Complies)

No (Please explain)

(when, where)

In the Annual Report for 2006.

5. to Section 1.7 of the Recommendations

An independent internal audit department (independent internal control) functions at the Company

Yes (Complies)

No (Please explain)

The independent audit department has an auditing plan approved by the Board of Directors or the Supervisory Board.

Yes (Complies)

No (Please explain)

6. to Section 1.10 of the Recommendations

The shareholders' meeting and the Supervisory Board have been informed about the fact that the outside audit firm of the Company received a material assignment in addition to the audit.

Yes (Complies)

No (Please explain)

The Board of Directors do not think that any of the services rendered by Ernst & Young Kft. under the aforementioned titles jeopardise its independence as auditor. In the Annual Report the Company discloses the fees related to other audit related services and tax advisory services paid to auditors in 2005 and 2006.

7. to Section 2.1.1 of the Recommendations

The guidelines for disclosures have been prepared by the Company.

Yes (Complies)

No (Please explain)

8. to Section 2.1.4 of the Recommendations

The Board of Directors published its actual business strategy.

Yes (Complies)

No (Please explain)

(when, where)
In the Annual Report for 2006.

9. to Section 2.1.6 of the Recommendations

The Company published in accordance with Section 2.2.6 of the Recommendations the information relating to the career of the members of the Board of Directors, the Supervisory Board and executive management.

Yes (Complies)

No (Please explain)

(when, where)
In the Annual Report for 2006 and on company website.

10. to Section 2.1.7 of the Recommendations

The Company published in accordance with Section 2.1.7 of the recommendations its risk management guidelines.

Yes (Complies)

(when, where)

In the Annual Report for 2006.

No (Please explain)

11. to Section 2.1.9 of the Recommendations

The Company published its guidelines on insider dealings.

Yes (Complies)

(when, where)

As part of its Code of Ethics, published on company website.

No (Please explain)

12. to Section 2.1.10 of the Recommendations

The Board of Directors published in accordance with Section 2.1.10 of the recommendations information regarding the relationships of the directors and members of the management with third parties.

Yes (Complies)

(when, where)

In the Annual Report for 2006

No (Please explain)

Information and other notes

1. to Section 1.3.1 of the Recommendations

The Board of Directors held with 97% average participation ratio 4 meetings in the business year of 2006.

The Supervisory Board held with 83% average participation ratio 7 meetings in the business year of 2006.

2. to Section 1.5.2 of the Recommendations

The ratio of the independent directors compared to the total number of directors: 25% independent.

3. to Section 1.5.5 of the Recommendations

The ratio of the independent Supervisory Board members to the total number of Supervisory Board members: 0 % independent.

4. to Section 1.8 of the Recommendations

At the Company the below board committees held the below number of meetings per committee in the business year of 2006:

- Finance and Audit Committee: 3 meetings, with 92% average participation
- Corporate Governance Committee: none meetings, it has been ceased on May 24, 2006, as did not received any proposals or request.
- Project Steering Committee: 1 meeting, with 100% average participation, it has been ceased on February 22, 2006, due to the end of the petrochemical development project.

5. to Section 3.1.4 of the Recommendations

In preparing and holding the shareholders' meeting at the Company the relevant recommendations on preparation and holding of shareholders' meeting had been taken into account in the business year of 2006.

Yes

No

(While the Company took the recommendations into account, it did not fully comply in all aspects, eg. there is no electronic platform for the shareholders to enable communication between them.)

6. The Company established a Corporate Governance Code.

Yes

No

(available on)

Considering, that in case of a public limited company the relevant legal requirements and orders and the extensive and strict regulation system, accepted and adapted by the Company ensures the legal, transparent and regulation-supporting operation on adequate level, and considering that the Company always attempts to meet the principles of the Corporate Governance Recommendations of Budapest Stock Exchange as in the highest degree as it is possible, the Company does not consider establishing an own and independent Corporate Governance Code is necessary.

7. The Company established a Code of Ethics.

Yes

No

(available on)

Company website.

8. The function of the Chief Executive Officer and the Chairman of the Board of Directors is fulfilled by the same person.

Yes

No

Date: April 19, 2007

György Mosonyi

chairman of the Board of TVK Plc.

Árpád Olvasó

CEO

deputy chairman of the Board of TVK Plc.