

Rába Nyrt. Flash Report for Q1-3 of 2006

Unaudited, consolidated flash report in consideration of the assessment principles of the International Accounting Standards (IFRS)

Company:	Rába Járműipari Holding Nyilvánosan Működő Részvénytársaság
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Sector:	Machine industry
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Short summary

During Q 1-3 of 2006, the Rába Group generated consolidated sales in the amount of HUF 36.6 billion, an increase of 10% over the figure for Q1-3 of 2005.

The positive operating profit of the group achieved in Q1-2 of 2006 further improved and thus the operating profit during Q 1-3 of 2006 was a profit of HUF 432 million, against the loss of HUF 1,887 million in Q1-3 of 2005.

The quarterly operating profit shown in a quarterly breakdown is still positive, for the third consecutive quarter now: in Q1 of 2006 HUF +22 million, Q2: HUF +283 million, Q3: HUF +127 million due to the usual seasonality of the business, which was significantly influenced by the two-week downtime in the Axle business and the three-week downtime in the Component business, as well as the one-off cost of HUF 67 million due to the share option programme to be drawn from 2007.

The cash flow positions of the group have continued to improve, on the level of EBITDA the result of the Rába group amounted to HUF 1.604 million during Q1-2 and to HUF 825 million in Q3.

The mandatory revaluation upon closing has resulted in a considerable effect on the net result of the company. Of this the effect of the revaluation of loans, accounts payable and accounts receivable was HUF -607 million, the rewrite of the open forward deals of the previous year amounted to HUF +1,357 million and the effect of the open forward transaction was HUF -201 million.

As a result, the financial profit is HUF +954 million, which contains a HUF +947 million profit realised on simple forward transactions.

The substantial sales revenue was achieved by RÁBA with a declining (by 203 people compared to the base period) headcount within the Rába Group, which at the end of the period was 2,946.

Rába Futómű Kft. (Axle Ltd)

The sales revenue of Rába Futómű Kft. during Q 1-3 of 2006 amounted to HUF 24 billion after HUF 22 billion achieved during Q1-3 of 2005. This amounts to an increase of 8.3%.

Of the markets of strategic importance, the growth trend continued on the European (growth of +18 per cent) and the CIS (growth: +131 per cent) markets in line with the strategy adopted, while the sales on the US market (decline of -20 per cent) were fundamentally influenced by the decline in the size of the market and the market loss of one of our significant customers.

As a result of the efficiency improvement measures implemented last year and this year, the profitability of the Axle Business has improved substantially.

The result from operations amounted to -95 million during the quarter, thus the operating profit (net of the result of the write-off of the loan of HUF 1,800 million due to capital settlement, made available by the shareholders) declined to a loss of HUF 592 million compared to the loss of HUF 2,017 million during Q1-3 of 2005.

On the level of EBITDA, the result of the Axle Business during Q1-3 of 2006 is HUF +1,197 million.

Rába Járműipari Alkatrészgyártó Kft (Component Ltd.)

The sales revenue of the Component Business of Rába amounted to HUF 8.7 billion during Q 1-3 of 2006.

The comparable sales revenue from the ordinary business shows a slight increase. As has been reported earlier, in accordance with the medium-term strategy of the company, the Győr plant was integrated into the Vehicle Business during the second half of 2005.

The result from operations during the quarter amounted to HUF 29 million, thus the operating profit (net of the result of the write-off of the loan of HUF 200 million due to capital settlement, made available by the shareholders) was a profit of HUF 171 million in Q1-3 of 2006 compared to the loss of HUF 207 million during Q1-3 of 2005.

On the level of EBITDA, the result of the company during Q1-3 of 2006 is HUF +503 million.

Rába Jármű Kft. (Vehicle Ltd.)

In line with the agreement signed earlier, during Q 1-3 of 2006 Rába Jármű Kft. delivered military vehicles including the related special fixtures to the Military Technology Supply Centre of the Ministry of Defence.

In addition to the family of military vehicles, the Company delivered bus and commercial vehicle chassis of different categories to its domestic and foreign partners.

The sales revenue of Rába Jármű Kft. during Q 1-3 of 2006 amounted to HUF 5.2 billion. The operating profit was HUF +380 million, which was largely due to the efficiency improvement resulting from the synergies of the integration of the earlier Győr plant of the Rába Component Ltd. During Q1-3 of 2006 the sales revenue increased by 26.4% from HUF 4.1 billion during the base period as a result of the increase in civilian sales, while the operating profit increased from HUF 184 million to HUF 380 million.

On the level of EBITDA, during Q1-3 of 2006 the Company registered a profit of HUF 511.

The Rába Group – other data and events pertaining to the business activity

Sales revenue by business divisions

Sales revenue (million HUF)	Axle	Components	Vehicle	Rába group consolidated
Q1 2005	7.227	2.797	964	10.572
Q2 2005	7.799	3.450	1.902	12.359
Q3 2005	7.126	2.427	1.246	10.353
Q4 2005	7.940	2.609	3.977	14.048
Q1 2006	7.823	2.820	1.762	11.941
Q2 2006	8.500	3.063	1.944	13.135
Q3 2006	7.669	2.804	1.489	11.523

Breakdown of operating profit of group subsidiaries within the Rába flash report

	Operating profit							
	Q1 2005.	Q2 2005.	Q3 2005.	Q4 2005.	2005.	Q1 2006.	Q2 2006.	Q3 2006.
Axle	-830	-589	-599	-486	-2.504	-412	1.715	-95
Axle*							-85	
Component	-172	25	-60	-19	-226	29	313	29
Component *							113	
Vehicle	9	114	61	318	502	120	141	119
Other*	10	-85	229	98	252	285	-1.886	74
							114	
Total	-983	-535	-369	-89	-1.976	22	283	127

*Without write-off of shareholders' loans

PK2. Companies involved in the consolidation

Company	Capital in HUF thousand	Participatio n (%)	Voting ratio¹	Classification²
RÁBA Futómű Kft.	9,762,800	100.00	100.00	S
RÁBA Járműipari Alkatrészgyártó Kft.	300,000	100.00	100.00	S
Rába Jármű Kft.	835,100	100.00	100.00	S
RÁBA Ipartechnika Szolgáltató Kft.	266,860	100.00	100.00	S
RÁBA Vagyonkezelő Kft.	11,000	100.00	100.00	S

¹ Voting right related to participation in the decision-making at the general meeting of the company subject to consolidation.

² Subsidiary (S); Jointly controlled (J); Affiliated (A)

PK. 4. CONSOLIDATED PROFIT AND LOSS ACCOUNT ACCORDING TO IFRS

data in HUF thousand

Item	Months 1-9 2006	Months 1-9 2005	Index	Months 7-9 2006	Months 7-9 2005	Index
Domestic sales revenues	13.189.164	11.496.705	114,7%	4.085.723	3.458.659	118,1%
Export sales revenues	23.409.772	21.787.249	107,4%	7.437.166	6.893.927	107,9%
Sales revenues	36.598.936	33.283.954	110,0%	11.522.889	10.352.586	111,3%
Direct cost of sales	27.893.714	27.047.361	103,1%	8.684.586	8.419.484	103,1%
Gross margin	8.705.222	6.236.593	139,6%	2.838.303	1.933.102	146,8%
Cost of sales	619.740	683.845	90,6%	217.296	211.804	102,6%
General and administration expenses	8.867.078	8.543.601	103,8%	3.089.521	2.490.864	124,0%
Other revenues	1.213.568	1.103.872	109,9%	595.066	400.265	148,7%
Other items related to business activities	-8.273.250	-8.123.574	101,8%	-2.711.751	-2.302.403	117,8%
Result of operation before interest payment and taxation	431.972	-1.886.981	122,9%	126.552	-369.301	134,3%
Net financial revenues/expenses	954.490	-1.569.493	160,8%	2.141.601	-227.633	1040,8%
PROFIT BEFORE TAXATION	1.386.462	-3.456.474	140,1%	2.268.153	-596.934	480,0%
Corporate profit tax	263.169	-196.880	233,7%	319.053	-14.382	2318,4%
PROFIT AFTER TAXATION	1.123.293	-3.259.594	134,5%	1.949.100	-582.552	434,6%
Profit share of minority shareholders						
NET PROFIT	1.123.293	-3.259.594	134,5%	1.949.100	-582.552	434,6%

1. SALES AND MARKET POSITIONS**1.1 Earned revenues**

During Q 1-3 of 2006, Rába achieved HUF 36,599 million in sales revenue. 64 per cent of the revenues came from export (Q1-3 of 2005: 65.5 per cent), the rest came from domestic sales.

EXPORT:

The sales revenue achieved on the **US market** during Q 1-3 of 2006 amounted to USD 44.3 million (Q1-3 of 2005: USD 55.1 million). The decline of 20% is the result of the decline in the size of the market and the market loss of one of Rába's significant customers.

On the European markets, Rába's sales went up by 16 per cent compared to the previous year which represents sales of EUR 46.1 million.

The revenues of the Axle business amounted to EUR 35 million, and those of Component business represented EUR 9.5 million within total sales.

On the *West and South European markets* revenues have slightly declined from EUR 31.5 million during the base period to EUR 29.3 million. 64 per cent of the sales involved products of the Axle business and 24 per cent were related to the products of the Component business.

On the *CIS and Central East European markets*, during Q 1-3 of 2006 Rába doubled its export sales compared to the base period, exceeding EUR 16.7 million. 89% of this sales figure is made up from axle deliveries.

During Q 1-3 of 2006, **Asian** exports amounted to USD 3.4 million.

The domestic sales revenues of the group amounted to HUF 13.2 billion, an increase of 14.7% over Q1-3 of 2005.

2. EXPENSES AND OTHER REVENUES

2.1. Direct costs

During Q 1-3 of 2006 the direct cost level of Rába was at 76.2 per cent, versus the 81.3 % cost level characteristic for Q1-3 of 2005.

2.2. Gross Profit

The gross profit changed from HUF 6,237 million to HUF 8.705 million, which is due to the increase in the sales revenue (+ HUF 3,315 million) and to the less significant increase in direct costs (+ HUF 846 million)

2.3. Cost of sales

The cost of sales declined by 9.4 per cent and amounted to HUF 620 million in Q 1-3 of 2006, compared to HUF 684 million during Q 1-3 of 2005.

2.4. General overhead and administrative expenses

Rába accounts its costs incurred in relation to the management of the company, as well as other general expenses (Q1-3 of 2006: HUF 7,550 million, Q1-3 of 2005: 7,495 million), and various expenditures outside the ordinary business operation (Q1-3 of 2006: HUF 1,203 million, Q1-3 of 2005: HUF 1,049 million) and the accounting of technical development as capitalised expenditure (HUF 47 million) and the value of treasury share option made available to the managers within the Share Option Programme (HUF 67 million) in the P&L line of general and administrative expenditure. General overhead and administrative expenses include redundancy costs, costs not directly related to production, as well as the necessary provisioning.

2.5. Other revenues

Other revenues amounted to HUF 1,214 million in Q 1-3 of 2006. This amount was HUF 110 million (10 per cent) higher than that of the previous period. The change is due to the increase in the sale of tangible assets (HUF +599 million), to the decline in the release of provisions (HUF -296 million) set aside for lay-offs and repairs under guarantee and to the decline in the rewrite of receivables (HUF -273 million), to the increase in penalties and compensations (HUF +50 million) and to the increase in subsidies from the central budget (HUF +28 million).

3. (“OPERATING”) PROFIT BEFORE INTEREST PAYMENT AND TAXATION

The profit of Rába before interest payment and taxation in Q 1-3 of 2006 was HUF +432 million (Q1-3 of 2005: HUF -1,887 million). The increase in the gross profit is HUF +2,469 million, which was further deteriorated by the increase in the cost of sales and administrative costs (HUF -259 million) and improved by the increase in other revenues as outlined in section 2.5 (HUF +110 million). Profitability changed from -5.7% during the base period to +1.2%. The profitability of operating profit + depreciation increased from +0.1 per cent to +6.6 per cent.

4. FINANCIAL REVENUES AND EXPENSES

4.1. Net financial result

In Q 1-3 of 2006, the net gain on hedging transactions amounted to HUF 947 million, the gain during Q1-3 of 2005 was HUF 854 million.

Within net financial revenues, a part of other items stem from exchange rate gains/losses of FX items, which due to the exchange rate fluctuations at the end of the period is not actual loss but is practically equal to the base period (September 30 2006: HUF -201 million, September 30 2005: HUF -209 million).

The components of this are as follows:

The unrealised gain on the revaluation of forward transactions as at 30 September 2006 was HUF -201 million, against the loss of HUF 209 million during the base period. The unrealized gain of the forward transactions of December 31st 2005 was released during Q 1-3 of 2006, which had a positive effect of HUF 1,357 million on the financial result (the same value resulted in a loss of HUF 1,402 million during Q1-3 of 2005).

Based on the above, the net financial result was HUF +954 million during Q 1-3 of 2006 (Q1-3 of 2005: HUF -1,569 million). The net financial revenues consisted of the following principal items:

	30 September 2006 million HUF	30 September 2005 Million HUF
Interest received	3	
Net interest	-428	-368
Net other items	1,379	-1,201
Net financial revenues	954	-1,569

4.2. Profit from external companies

The IFRS-based consolidated profit and loss statement of Rába contains no profit from external companies.

5. PROFIT BEFORE TAXATION AND NET PROFIT

The result before taxation was a profit of HUF 1,386 million in Q 1-3 of 2006, which as a result of the factors outlined in sections 2.1-4.2 is HUF 4,843 million higher than the level of Q1-3 of 2005. The profitability index represents a +3.8 per cent return on sales on the basis of profit before taxation, compared to -10.4 per cent during the base period.

At group level the tax liability amounts to HUF 263 million, which is entirely the tax liability due on the basis of the unrealized profit of the forward transactions, thus the consolidated after-tax profit amounts to HUF 1,123 million.

6. IFRS-HAS DIFFERENCES

In the case of Rába, the differences between the profit and loss accounts prepared according to the Hungarian Accounting Standards (HAS) and the International Accounting Standards (IFRS) are predominantly due to the following factors:

- revaluation of forward transactions and reversal of the revaluation of the previous year,
- accounting under IFRS as costs of technical development, foundation and reorganisation expenses capitalised according to HAS,

- treatment as financial leasing of production equipment purchased as operating leasing within the group,
- accounting of the treasury shares purchased by the managers of the company on a monthly basis,
- value of the share option made available to the managers within the Share Option Programme.

PK. 3. CONSOLIDATED BALANCE SHEET ACCORDING TO IFRS

Data in HUF thousand

Item	30 September 2006	30 September 2005	Index
Properties, machines, equipment	17.836.046	17.250.935	103,4%
Intangible assets	106.942	198.018	54,0%
Long-term participations	0	0	
Other participations	3.952	83.952	4,7%
Other investments	5.862	15.057	38,9%
Long-term receivables	510.200	0	
Deferred tax	1.703.339	1.815.234	93,8%
Total invested assets	20.166.341	19.363.196	104,1%
Securities	80.000	0	
Stocks	9.547.004	10.462.252	91,3%
Receivables related to tax	962.513	916.604	105,0%
Receivables	9.348.348	7.644.183	122,3%
Liquid assets, bank account	749.735	729.804	102,7%
Total current assets	20.687.600	19.752.843	104,7%
Total ASSETS	40.853.941	39.116.039	104,4%
Share capital	12.831.024	12.780.552	100,4%
Capital reserve	6.796.818	6.832.404	99,5%
Retained earnings	-5.911.999	-5.756.350	97,3%
Total capital and reserves	13.715.843	13.856.606	99,0%
Long-term liabilities	9.139.128	6.439.767	141,9%
Total long-term liabilities	9.139.128	6.439.767	141,9%
Short-term credits and loans	6.384.562	6.554.175	97,4%
Short-term liabilities	11.614.408	12.265.491	94,7%
Short-term liabilities total	17.998.970	18.819.666	95,6%
Total LIABILITIES (equity and liabilities)	40.853.941	39.116.039	104,4%

I. Analysis of principal balance sheet items and their changes

1. INVESTED ASSETS

1.1. Properties, machines and equipment

The consolidated net value of properties, machines and equipment changed from the closing value of HUF 17,251 million of the previous year to HUF 17,836 million, which represents a minor change of +3.4%.

1.2. Intangible assets

The net value of intangible assets was HUF 107 million, HUF 91 million less than that of the base period. Rába NyRt. has only licences among intangible assets. The decline corresponds to the depreciation between the two periods.

1.3. Long-term participations

This balance sheet line shows the proportion of an associate enterprise relating to the parent company. On 30 September 2006, it amounted to HUF 0, i.e. it was identical with the base period.

1.4. Other participations

Some of the other participations include subsidiaries not involved in the consolidation, and the rest are other participations, in the case of which Rába's stake is less than 25 per cent. Their closing figure as at 30 September 2006 was HUF 4 million. The participation in AUTOKUT Rt. shown in this line in Q1-3 of 2005 (HUF 80 million), was reclassified to securities at the end of 2005.

1.5. Other investments

The closing value of other investments was HUF 6 million, which was HUF 9 million below the previous year's figure.

1.6. Long-term receivables

This balance sheet line shows long-term receivables on a discounted value among invested assets in the balance sheet. Long-term receivables include the following items:

Description	Original value	Effect of discounting	Discounted value
Engel+IPT manager	387.592	32.288	355.304
OOOJUNITELS	25.358	3.994	21.364
VOCATIONAL ACADEMY	158.500	24.968	133,532
Total	571.450	61.250	510.200

1.7. Deferred tax

On 30 September 2006, the deferred tax amounted to HUF 1,703 million, HUF 112 million less than the value as at 30 September 2005. The change is due to the change in tax liabilities as detailed under section 5.

2. CURRENT ASSETS

2.1. Stocks

On 30 September 2006, the closing value of stocks was HUF 9,547 million (30 September 2005: HUF 10,462 million). The decline in stocks of HUF 915 million is due to the increase in materials (of HUF +336 million) and the decline in finished goods (by HUF -1,444 million) and the increase by HUF 192 million in the value of work in progress.

2.2. Tax receivables

Tax receivables (HUF 963 million) originate largely from the reclaimed VAT in relation to export activities (30 September 2005: HUF 917 million).

2.3. Receivables

The closing figure of receivables as at the end of Q 1-3 of 2006 was HUF 9,348 million, an increase of 22.3 per cent over the base period (closing figure for Q1-3 of 2005: HUF 7,644 million). The change is due to the increase in accounts receivable because of the substantial increase in deliveries.

2.4. Liquid assets

The closing figure of liquid assets on 30 September 2006 was HUF 750 million (30 September 2005: HUF 730 million). The company operates a cash pool system, which allows the

optimization of the cash available for the company, as a result of which the difference between the deposit and credit interests related to the cash and loan portfolios of the companies involved in the system can be saved.

3. EQUITY AND RESERVES

3.1. Share capital

Rába Nyrt.'s share capital consists of common shares with a nominal value of HUF 1,000 each, entitling the shareholders to the dividend announced in a particular period, and providing one vote at the General Meeting of the Company. On 30 September 2006, the share capital of the company was HUF 12,831 million, which is HUF 50 million higher than the figure prevailing on 30 September 2005. The change is due to the Rába incentive share programme launched 3rd February 2006, within which the management purchases Rába shares. The aim of the programme is to strengthen ownership spirit within the company and to thus increase the market value of the company. The programme is open to any employee of the company and has resulted in the sale of 50,472 treasury shares.

3.2. Capital reserve

On 30 September 2006, the capital reserve was HUF 6,797 million, HUF 35 million less than that on 30 September 2005. The difference between the actual value and the nominal value of the treasury shares as described under section 3.1 is accounted for under this item.

3.3. Retained earnings

The retained earnings (HUF –5,912 million) changed compared to the previous year (HUF - 5,756 million) in line with the result realized between the two periods.

	Share capital	Capital reserve	Profit reserve	Total
Balance as at 31 December 2004	12,688	6,855	-2,497	17,046
Adjustment	0	0	219	219
Adjusted balance as at 1 January 2005	12,688	6,855	-2,278	17,265
Net profit	-	-	-2,677	-2,677
Sale of treasury shares	93	-22	0	71
Balance as at 30 September 2005	12,781	6,833	-4,955	14,659
Balance as at 1 October 2005.	12,781	6,833	-4,955	14,659
Net profit	-	-	-2,080	-2,080
Balance as at 31 December 2005	12,781	6,833	-7,035	12,579
Balance as at 1st January 2006	12,781	6,833	-7,035	12,579
Net profit	-	-	1,124	1,124
Sale of treasury shares	50	-36	-	14
Balance as at 30 September 2006	12,831	6,797	-5,912	13,716

4. LONG-TERM LIABILITIES

The closing value of long-term liabilities as at 30 September 2006 amounted to HUF 9,139 million (on 30 September 2005, the closing figure was HUF 6,440 million), which no longer included the repayment liabilities of medium-term loans due within one year. The increase is HUF 2,699 million, resulting from the increase in long-term and investment loans at the subsidiaries. On 1st March 2005 a HUF 6 billion investment and development loan agreement was signed for working capital financing with Magyar Fejlesztési Bank, aimed at the development of the forging and finishing facility for axle products. Of this loan HUF 3,811 million was disbursed until 30 September 2006, HUF 2,227 million as capex loan and HUF 1,584 million as working capital finance.

5. SHORT-TERM LIABILITIES

5.1. Short-term credits and loans

The amount (HUF 6,385 million) of short-term credits and loans declined by 2.6% compared to the previous period (HUF 6,554 million).

5.2. Short-term liabilities

The amount of short-term liabilities (closing figure on 30 September 2006: HUF 11,614 million) declined by 5.3% compared to the base period (of HUF 12,265 million).

PK 5. CONSOLIDATED CASH-FLOW STATEMENT FOR 1ST 6 MONTHS OF 2006

Figures in HUF thousand

Q1-3 of 2006

Cash-flow of ordinary operation:

Profit before taxation net of profit shares from associate companies	1.123.293
Revenues and expenses not affecting the cash flow of ordinary operation	883.039
Changes in assets and liabilities related to ordinary activities	-2.558.693
Of which: customers	-2.259.212
Suppliers	-316.061
Taxes paid during current year	0
	-552.361
<u>Changes in financial assets due to financial transactions</u>	
Sale of treasury shares	14.887
Purchase of treasury shares	0
Net reduction / increase of securities	0
Net increase / decrease of credits and loans	1.508.610
Dividend paid	0
	1.523.497
<u>Changes in cash-flow of investment activity</u>	
Revenues from the sale of invested assets	0
Sale of tangible assets	973.454
Purchase of invested assets	-2.083.075
	-1.109.621
Changes in liquid assets	-138.486
<u>Revenues and expenses not affecting the cash flow of ordinary activities</u>	
Depreciation	1.996.960
Revaluation	-548.623
- of which: unrealized exchange rate gains/loss of forward transactions	-1.155.748
- of which: revaluation of customer, supplier loans	607.125
Loss (gain) on the sale of tangible assets	-565.298
Result of the sale of participation	0
Write-off of invested assets	0
	883.039
<u>Changes in assets and liabilities related to ordinary activities</u>	
Reduction / increase of stocks	-918.782
Changes in receivables / liabilities	-1.639.911
	-2.558.693

PK6. Major off-balance sheet items

Description	Value (HUF)
According to a separate list*	

Forward FX deals serving as collateral for the exchange rate risk of export sales revenues: sale of EUR 78 million in exchange for HUF, sale of USD 98 million in exchange for HUF, as well as purchase of EUR 5 million for USD.

The bank loans of the Rába Group amount to HUF 15,683 million, of which the loans secured with liens and mortgages on movable assets and real property amount to HUF 13,842 million. The amount of bank guarantees issued on behalf of the Rába Group is HUF 759 million.

III. DESCRIPTION OF MAJOR FACTORS AND CHANGES

RS1. Ownership structure, ratio of participation

Description of ownership	Total equity						Series listed ¹			
	Beginning of current year (1 January)			At the end of the period (30 September)			Beginni ng of term		End of term	
	% ²	% ³	No. of pcs.	% ²	% ³	No. of pcs.	%	Pcs	%	Pcs
Domestic institutional/corporate	17,53	18,47	2.361.952	32,39	34,01	4.363.976				
Foreign institutional/corporate	24,41	25,72	3.288.279	20,31	21,33	2.736.538				
Foreign private individual	0,03	0,03	4.163	0,24	0,25	32.657				
Domestic private individual	33,62	35,43	4.530.272	23,46	24,63	3.160.656				
Employees, managing executives				0,31	0,33	42.397				
Treasury shares	5,11		688.674	4,77		642.426				
Shareholder forming part of general government	8,44	8,90	1.137.660	7,66	8,05	1.032.350				
International Development Institutions	10,85	11,44	1.462.446	10,85	11,40	1.462.446				
Other	0,00	0,00	0	0,00	0,00	0				
TOTAL	100,00	100,00	13.473.446	100,00	100,00	13.473.446				

¹ If the series listed equals the total equity, it need not be filled in if so indicated. If more than one series are listed on the Stock Exchange, the ownership structure should be specified for each series.

² Ownership ratio

³ Voting right ensuring participation in the decision making process at the issuing general meeting of shareholders. If the ownership ratio and the voting right are the same, only the column regarding the ownership ratio needs to be filled in/published while stating such fact!

⁴ E.g.: ÁPV Rt., Social Security, Local Government, 100% state-owned companies, etc.

⁵ E.g.: EBRD, EIB, etc.

RS3. Listing, introduction of shareholders with a stake exceeding 5% (as at 30 September 2006)

Name	Nationality ¹	Activity ²	Quantity (pcs)	Ownership stake (%) ³	Voting right (%) ^{3,4}	Comment ⁵
EBRD	F	IFI	1,462,446	10.85	11.41	
DRB Hicom Group	F	B	1,462,446	10.85	11.41	
Municipality of Győr County Town	D	G	968,850	7.19	7.56	

¹ Domestic (D), Foreign (F)

² Asset manager(A). General government (G). International Development Institution (IFI). Institutional(I). Business entity (B) Private (P). Employee. Managing executive (E)

³ Should be rounded to two decimal figures

⁴ Voting right ensuring participation in the decision making process at the issuing general meeting of shareholders.

⁵ E.g.: strategic investor, financial investor, etc.

RS2. Changes in the number of treasury shares during the current year (No. of pcs.)

	1 January	31 March	30 June	30 September	31 December
Company level	688.674	669.994	652.559	638,202	
Subsidiaries					
Total	688.674	669.994	652.559	638,202	

All of the shares repurchased are treasury shares directly owned by the parent company.

TSZ2. Headcount of full-time employees (No. of people)

	End of base period	Beginning of current year	End of current period
Company level	20	20	21
Group level	3,149	3,037	2,946

The consolidated closing headcount as at 30 September 2006 was 2,946 people, which represented a decline of 6.4% compared to the end of the base period.

TSZ3. Managing executives, strategic employees

Type ¹	Name	Position	Beginning of mandate	End/ termination of mandate	Shares held (pcs)
BD	Péter Jancsó	Chairman of the BD	1998	2005	
BD	István Pintér	Chairman of the BD	2005		17,844
BD	Abbas Mehad	Board member	1998		427
BD	Antal Apró	Board member	1998	2006	
BD	Gordon Bajnai	Board member	2003	2005	
BD	Péter Küllői	Board member	2003	2005	
BD	Olivér Martin	Board member	2003		427
BD	Róbert Hrabovszky	Board member	2005		427
SB	Dr. János Benedek	Chairman of the SB	2004		0
SB	Lajos Horváth	Supervisory Board member	2003		0
SB	Péter Budaházy	Supervisory Board member	2004	2006	
SB	István Préda	Supervisory Board member	2004	2006	
SB	Zoltán Varga	Supervisory Board member	2006		0
SP	István Pintér	CEO	2003.	Definite	17,844
SP	Béla Balog	Deputy CEO	2004	Indefinite	4,747
SP	Ferenc Vissi	HR Director	2001	Indefinite	6,723
SP	József Szabó	Purchasing and Asset Mgmt. Director	2001	Indefinite	7,137
SP	István Simon	Managing Director	2003	2005	
SP	László Urbányi	Managing Director	2005	Indefinite	3,390
SP	Csaba Kovács	Managing Director	2002	2005	
SP	János Torma	Managing Director	2005	Indefinite	1,275
TOTAL No. of shares held (pcs):					42,397

¹ Employee in strategic position (SP). Member of the Board of Directors (BD). Member of the Supervisory Board (SB)

Changes in employment

As from 1st May 2005, the managing director of Rába Jármű (Vehicle) Kft. is János Torma. His predecessor, Csaba Kovács left the company upon mutual consent upon the expiry of his mandate (on 30th April 2005).

The position of managing director of the Component Business is filled by László Urbányi as from 18th July 2005. His predecessor, István Simon is now the controlling director of Futómű Kft.

The composition of the new Board of Directors elected by the Extraordinary General Meeting of Shareholders held 20th October 2005 is as follows: István Pintér, chairman-CEO, Antal Apró, Róbert Hrabovszki, Olivér Martin, Abbas Mehad.

The General Meeting of Shareholders held 25th April 2006 elected Alan Spencer to the Board of Directors. Simultaneously the board membership of Antal Apró was terminated. Zoltán Varga was elected to the Supervisory Board, while the Supervisory Board membership of Péter Budaházy and István Préda was terminated.

Events following the closing day

No events occurred following the closing day.

ST1. Extraordinary communications published during the current period

Date	Place of publication	Subject, brief summary
03-01-2006	No. 2. MATÖKE	Extraordinary communication of Rába Nyrt. regarding the option granted to treasury shares
06-02-2006	No. 26. MATÖKE	Announcement of Rába Járműipari Holding Nyrt regarding treasury share transactions
14-02-2006	No. 32. MATÖKE	Flash report of Rába NyRt
06-03-2006	No. 46. MATÖKE	Announcement of Rába Nyrt. regarding share purchase by the management
24-03-2006	No. 59. MATÖKE	Invitation to the general meeting of shareholders by RÁBA Járműipari Holding Nyrt.
06-04-2006	No. 68. MATÖKE	Rába Járműipari Holding Nyrt. sold treasury shares to its managing executives
10-04-2006	No. 70. MATÖKE	Supplementary information to the invitation to the AGM of Rába Nyrt.
26-04-2006	No. 81. MATÖKE	Resolutions adopted at the AGM of Rába Nyrt. held 25 April 2006.
28-04-2006	No. 83. MATÖKE	2005 Stock Exchange Report of Rába Nyrt.
05-05-2006	No. 87. MATÖKE	Purchase of treasury shares by managing executives of Rába Járműipari Holding Nyrt
10-05-2006	No. 90. MATÖKE	Announcement of Rába Nyrt. about the venue for the viewing of its flash report. Summary report of Rába Nyrt.: - Extraordinary information released during the current year - Report of insider managers of Rába Nyrt. and its subsidiaries regarding the treasury share transactions. - Other information released during the current period.
07-06-2006	No. 109. MATÖKE	Report of Rába Járműipari Holding Nyrt. about a treasury share transaction
01-08-2006	No. 148. MATÖKE	Announcement of Rába Nyrt. about the share option offering. Report of the insider managers of Rába Nyrt.

		and its subsidiaries about the conclusion of a Rába share option transaction
04-08-2006	No. 151. MATÖKE	Announcement of Rába Järműipari Holding Nyrt. about the treasury share transaction
14-08-2006	No. 157. MATÖKE	Flash report of Rába Nyrt. for the first 6 months of 2006

PK1. General information pertaining to the financial data:

	Yes	No			
Audited	<input type="checkbox"/>	<input checked="" type="checkbox"/>			
Consolidated	<input checked="" type="checkbox"/>	<input type="checkbox"/>			
Accounting principles	Hungarian	<input type="checkbox"/>	IFRS	<input checked="" type="checkbox"/>	Other
Other:					

Declaration of liability

RÁBA NyRt hereby declares that the flash report contains data and statements that are true and valid and that no fact that is relevant to the assessment of the situation of the Company was hidden.

In the context of the flash report, Rába Nyrt wishes to emphasize the following:

- The figures shown in the flash report are unaudited but have been compiled from the available data relying on the best efforts of the management.
- Rába has prepared its flash report in a form in compliance with the requirements of the Stock Exchange Regulations, in consideration of the International Financial Reporting Standards (balance sheet and profit and loss statement). This does not, however, mean the entire publication of the accounts as per the IFRS.

There have been no changes in the accounting policy of the group companies; the accounting policies of the companies involved in the consolidation are consistent with each other.

Győr, 9th November 2006.

István Pintér
Chairman-CEO

Béla Balog
Deputy CEO