



2010 H1 FLASH REPORT OF GENESIS ENERGY PLC TO THE STOCK EXCHANGE

General Data

Corporate Name: Genesis Energy Investment PLC
Corporate Seat: 1137 Budapest Szt.István krt.18.
Sector: economic services
Reporting period: 01 January 2010 – 30 June 2010

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1.1. Forms Related to Financial Reports

PK1. General information about financial data

	Yes	No
Audited	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Consolidated	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Accounting principles: Hungarian IFRS Other

PK2. Consolidated companies

Name	Equity/ Registered capital	Interest held %	Voting rights %	Classification

PK3. Consolidated, unaudited balance sheet

	30 June 2010 (THUF)	30 June 2009 (THUF)	Change %
ASSETS			
Fixed Assets			
Property, plant and equipment	1,815	4,060	-55.3%
Intangible assets	0	1,111,432	-100.0%
Investments in subsidiaries	16,243,340	0	100.0%
Long-term receivables from affiliated companies	0	180,655	-100.0%
	16,245,155	1,296,147	1153.3%
Current assets			
Inventories	2,932,000	0	100.0%
Trade and other accounts receivable	216,405	46,015	370.3%
Receivables from affiliated companies	0	1,101,254	(100.0%)
Non-current assets held for sale	142,336	0	100.0%
Short-term investments	4,209,558	2,241,111	87.8%
Cash and cash equivalents	373	190	96.3%
	7,500,671	3,388,570	121.4%
Total assets	23,745,826	4,684,717	406,9%
LIABILITIES AND SHAREHOLDER'S EQUITY			
Shareholders' equity			
Share capital	26,248,386	4,001,580	556.0%
Capital reserve	2,564,029	2,153,456	19.1%
Retained earnings	-5,159,206	-2,060,606	150.4%
	23,653,209	4,094,430	477.7%
Short-term liabilities			
Trade and other accounts payable	92,552	160,969	(42.5%)
Liabilities to affiliated companies	65	423,994	100.0%
Provisions	0	5,324	100.0%
	92,617	590,287	(84.3%)
Total liabilities and shareholders' equity	23,745,826	4,684,717	406.9%

PK4. Consolidated, unaudited income statement

	30 June 2010 (THUF)	30 June 2009 (THUF)	Change %
Sales revenue	12	662	(98.2%)
Costs of sales	18	19,714	100.0%
Gross margin	(6)	-19,052	(100.0%)
Sales, general and administration expenses	72,317	92,493	(21.8%)
Other income	6	551,910	(100.0%)
Other expenses	561,764	516,153	8.8%
Operating profit / (loss)	(634,081)	-75,788	736.6%
Interest income	25,088	8,844	183.7%
Interest expenses	2,031	12,155	100.0%
Profit / (loss) before tax and minority interests	(611,024)	(79,099)	672.5%
Corporate tax	0	0	0.0%
Profit / (loss) before minority interests	(611,024)	(79,099)	672.5%
Profit / (loss) on minority interests	0	0	0.0%
Profit / (loss) for the period	(611,024)	(79,099)	672.5%

PK5. Consolidated, unaudited cash flow statement

	1 January 2010 - 30 June 2010 (THUF)
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OPERATING ACTIVITIES	
Profit before tax	(611,024)
Depreciation and amortisation	282
Allowance for bad debts	(80,939)
Impairment of securities	561,786
Other changes related to the re-classification of subsidiaries	(4,002)
Change in trade and other accounts receivable	534,133
Change in trade and other accounts payable	(404,692)
Net cash flows provided by operating activities	(454)
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INVESTING ACTIVITIES	
Net cash flows provided by investing activities	0
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FINANCING ACTIVITIES	
Net cash flows provided by financing activities	0
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CHANGE IN CASH AND CASH EQUIVALENTS	(454)
Cash and cash equivalents at the beginning of the year	827
Cash and cash equivalents at the end of the year	373
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PK6. Significant off-balance sheet items

Description	Value (THUF)

1.2 Explanation for the more significant changes in the period, analysis and evaluation, comparison with previous year's figures

Consolidated companies

On 11 August 2009 Genesis Energy Investment Plc. (hereinafter referred to as: the "Company") and Cogenco International Inc. (hereinafter referred to as Genesis Solar Corporation (GSC)) entered into an agreement (the "SPA") with a US company regarding the potential sale of Company's stakes in all of its subsidiaries (Genesis Solar España, S.L., Genesis Solar Singapore Pte. Ltd. and Genesis Solar Hungary Kft.). The SPA was amended several times (on 24 November 2009 and 19 January 2010), the conditions of the closing of the transaction were modified several times due to the changing strategy and financing opportunities of the Company and the due diligence procedure. As a result of its latest amendment, the SPA was consolidated on 12 May 2010. The transaction was closed at the end of July 2010 in a way that GSC transferred its rights and obligations included in the contract to Genesis Capital Management Ltd. (GCM). The reason of the transfer is that GSC should not exercise any ownership rights in overseas subsidiaries before it complies with securities and other laws and other legislation of the US and its regulatory bodies (SEC). Until this process is completed, which is expected to consume up to 5 months, the GSC-shares acquired by the Company will remain in an escrow account under the supervision of an Escrow Agent. During this period of time the Company, GCM and GIG Holding Ltd. jointly exercise the voting rights in GSC. Resulting from the transaction the stakes of the Company in its subsidiaries were acquired by GCM on 30 July 2010.

The present main shareholders of Genesis Energy and four South-African companies, Logical Mining CC, Pinning Properties CC, Calypso Mining CC, Mohikan Development CC, as well as a Swiss Company Vital Source S.A. entered into a structured private-investment-in-public equity (PIPE) type agreement. The contributions in kind of the South African group of investors provided to the Company primarily consisted of the assets of various companies registered in Hungary, including shares and stakes of RK Bányatársaság Kft with exploration rights in Rudabánya, Rudaferrox Kft., Pólus Ferroclean Kft., CEMCC Zrt., Ferroflock & Ferroblokk Kft., Rudagipsz-Mix Zrt, Pólus Szikla Kft., Atombeton Kft. and Pólus Kincs Zrt., real estates, machines, equipment and other assets like barite lens, refuse piles, exploration licenses and mining rights owned by these various companies. The contribution in kind was effectuated on 14 May 2010 by the transfer of the stakes and shares.

The parties also agreed that the non-financial contribution provided by Vital Source S.A., which is a stake in a Spanish company (Lawrence Tres S.L.) possessing a real estate portfolio at value of EUR 9 million, will be appropriated by the Company to increase the capital of Genesis Solar España S.L.

The amount of the capital increase was HUF 21,580,140,000 which was registered by the Company Court on 15 July 2010.

The shareholders of the Company elected a new Board of Directors as of 1 August 2010.

The shareholdings in the three previous subsidiaries (Genesis Solar España, S.L., Genesis Solar Singapore Pte. Ltd., Genesis Solar Hungary Kft.) are presented among current assets, according to IAS 32 ("Financial Instruments: Disclosure and Presentation"), and these subsidiaries are not included in the consolidation on 30 June 2010.

The subsidiaries acquired by the Company as the result of the capital increase in May 2010 were not consolidated either, according to IFRS 3 ("Business combinations"), as the Company can exercise its controlling/ownership rights over the subsidiaries only after the balance sheet date.

The main figures of the subsidiaries as at 30 June 2010 are as follows:

Name	Country of incorporation	Registered capital	Share-holders' equity	Profit / (loss) after tax	Currency	Share-holding %
Genesis Solar Hungary Kft.	Hungary	55,000	-37,312	4,584	thousand HUF	100
Genesis Solar Espana S.L.	Spain	7,247,767	5,697,582	(29,087)	EUR	100
Genesis Solar Singapore Pte Ltd	Singapore	5,704,750	2,132,884	19,602	EUR	100
Atombeton Kft.	Hungary	1,000,000	999,966	(34)	thousand HUF	100
Pólus Szikla Kft.	Hungary	91,000	66,159	441	thousand HUF	100
Pólus Ferroclean Kft.	Hungary	7,114,980	7,103,712	(3,392)	thousand HUF	100
Rudaferrox Kft.	Hungary	1,299,000	1,298,929	(71)	thousand HUF	100
RK Bányatársaság Kft.	Hungary	3,000	10,253	(753)	thousand HUF	100
Ferroflock & Ferroblock Kft.	Hungary	1,165,000	1,149,949	(51)	thousand HUF	97.42
Rudagipsz-Mix Zrt.	Hungary	1,199,000	1,097,345	(46,093)	thousand HUF	100
CEMCC Zrt.	Hungary	431,960	424,254	(5,738)	thousand HUF	100
Pólus Kincs Zrt.	Hungary	1,345,000	1,323,907	(22,163)	thousand HUF	92.94
Lawrence Tres S.L.	Spain	3,010	9,000,000	0	EUR	100

Due to the lack of up-to date information, the financial data of RK Bányatársaság Kft. are presented on the basis of the non-audited balance sheet as at 31 May 2010 in the schedule above.

Analysis

As at 30 June 2009, intangible assets include the historic value of know-how purchased in the course of 2007 that is required for the construction and optimal operation of the production lines manufacturing thin film solar panels. As the know-how was also sold to GSC in the framework of the SPA, in the current period it was presented among Non-current assets held for sale at HUF 142 million value.

In the previous period the Company presented the value of the loan given to its Spanish subsidiary among long-term receivables.

Inventory includes historic values of the refuse piles transferred by Logical Mining CC, Calypso Mining CC and Mohikan Development CC as contribution in kind on 30 June 2010.

In the previous period the majority of receivables from affiliated companies were made up of receivables from Genesis Capital Management Ltd., which is related to the 1,286,977 pieces of shares in Helix sold to it in the beginning of 2008 and to the payment obligations arisen in year 2007 and overtaken by Genesis Capital Management Ltd.

In October the Company terminated its fixed-term contracts with some of its partners, and it also settled the liabilities towards these partners. According to the agreement, these partners were entitled to receive compensation and delay interest in excess of the settlement of the liabilities. As the terminated contracts would have been in effect until the end of year 2011, the part of the compensation paid to the partners which does not relate to the current year was accrued at the value of HUF 192,879 thousand, which is presented in the balance sheet of the Company among Trade and other accounts receivable.

In the current period the Company presents among short-term investments the stakes in its subsidiaries to be sold at a value of HUF 1,805 million, and the business share transferred by Vital Source S.A. (Lawrence Tres S.L.) at HUF 2,405 value, which have been in the meantime appropriated by the Company to increase the capital of its Spanish subsidiary as non-cash contribution.

The increase of the share capital and capital reserve is related to two events. One is the capital increase in 2009. The other is that on the basis of the cooperation agreement signed in March 2010, the ordinary annual shareholders' meeting made its resolution No. 6/2010 (IV.19) to increase capital by private placement with the participation of Logical Mining CC, Pinning Properties CC, Calypso Mining CC, Mohikan Development CC incorporated in the Republic of South Africa and Swiss Company Vital Source S.A. incorporated in Switzerland. The capital increase was registered by the Capital Court as Company Court on 15 July 2010. On the basis of the resolution on the registration, the base capital of the Company is HUF 26,248,386,500 the number of shares is 52,496,773 registered dematerialised ordinary shares with nominal value of HUF 500 each.

The reason for the decrease in Trade and other accounts payable compared to the previous period is the restructuring of the portfolio of the Company currently in progress.

In the previous period, the majority of liabilities to affiliated companies consisted of capital and interest obligations related to the short-term loan received from the subsidiary in Singapore. On 27 March 2010 a three-party assignment agreement was concluded between the Company, Genesis Singapore Pte Ltd and Genesis Capital Management Ltd. According to the agreement the Company ceded part of its receivables from Genesis Capital Management Ltd. at value of EUR 1,432,416 to Genesis Singapore Pte Ltd. As consideration for the assignment, the same value was compensated against the loan payable to Genesis Singapore Pte Ltd.

The sales revenue of the Company is negligible, due to the significant decrease of activities other than those mentioned above.

Sales, general and administration costs of the Company consist mainly of costs related to operative activities.

In the previous period other income included items related to the release of provision made for liabilities connected to the GEM transaction and to the revaluation difference of assets and liabilities recorded in foreign currencies.

Other expenses contain the result of the valuation of the shareholding in the Singapore subsidiary on the basis of the SPA amended in May 2010.

The above factors explain the operating profit.

In the previous period interest income and interest expense related mainly to loans given to or received from subsidiaries, while in the current period the majority of interest income consists of interest due for the receivables from Genesis Capital Management Ltd.

In the first half year of 2010 the operations of the Company resulted in a loss, thus no tax payment liability was raised.

In the cash flow statement of the Company the effects of the May 2010 capital increase (non-cash contribution) on the balance sheet were not presented, because these had no effect on cash and cash equivalents.

1.3 Forms Related to the Structure of Shares and Ownership

RS1. Ownership structure, Ratio of Holdings and Votes

Description of owner	Listed share/Total share capital					
	As at the beginning of the current period (1 January)*			As at the end of the period		
	Owner-ship ratio%	Voting rate %	Qty	Owner-ship ratio%	Voting rate %	Qty
Domestic institution/company	47.22	47.22	4,408,657	47.22	47.22	4,408,657
Foreign institution/company	46.09	46.09	4,302,972	44.72	44.72	4,174,923
Domestic individual	0.05	0.05	5,000	0.05	0.05	5,000
Foreign individual	6.64	6.64	619,864	6.64	6.64	619,864
Employees, senior officers				1.37	1.37	128,049
Treasury shares						
Government held owner						
International Development Institutions						
Other						
TOTAL	100.00	100.00	9,336,493	100.00	100.00	9,336,493

* Data as at the beginning of the current period were established on the basis of the annual report for year 2009 accepted by the shareholders' meeting on 29 April 2010.

All shares are registered dematerialised shares with nominal value of HUF 500 each with equivalent rights. The total share capital was introduced to the stock exchange. The data as at the end of the period were also determined on the basis of resolutions of the shareholders' meeting on 29 April 2010 and by incorporating the effects of the changes announced in the meantime. Due to the circumstance that the date of the registration by the Company Court was later than the end of the period, the schedule does not reflect the ownership structure valid from the completion of the capital increase decided on 19 April. The ownership structure by the incorporation of the capital increase is as follows:

Description of owner	Owner-ship ratio%	Voting rate %	Qty
Domestic institution/company	8.40	47.22	4,408,657
Foreign institution/company	90.17	44.72	47,335,203
Domestic individual	0.01	0.05	5,000
Foreign individual	1.18	6.64	619,864
Employees, senior officers	0.24	1.37	128,049
Treasury shares			
Government held owner			
International Development Institutions			
Other			
TOTAL	100.00	100.00	52,496,773

Presently the companies participating in the capital increase do not have voting rights. According to the act on capital markets, new shareholders participating in the capital increase are qualified as persons acting in alliance, so they should make a public purchase offer to the other shareholders. Logical Mining CC, Pinning Properties CC, Calypso Mining CC, Mohikan Development CC, and Vital Source S.A. will be able to exercise their voting rights only after HFSA will have accepted their purchase offer made to the small shareholders. The introduction of the shares to the stock exchange can be fulfilled only after the closing of the purchase offer.

RS2. Volume (qty) of treasury shares held in the period

	1 January	31 March	30 June
Company	0	0	0
Subsidiaries	0	0	0
Total	0	0	0

RS3/1. List and description of shareholders with more than 5% ownership (at the end of the period) with regard to the listed series

Name	Nationality	Activity	Quantity	Interest (%)	Voting rate (%)	Remarks
Genesis Investment Fund Ltd.	Saint Vincent	Corporation	2,911,152	31.18	31.18	Financial investor
Acquisition Pro Ltd..	Isle of Man	Corporation	949,329	10.17	10.17	Financial investor

List of shareholders with more than 5% ownership following the capital increase

Name	Nationality	Activity	Quantity	Interest (%)	Voting rate (%)	Remarks
Genesis Investment Fund Ltd.	Saint Vincent	Corporation	2,911,152	5.55	31.18	Financial investor
Vital Source S.A.	Switzerland	Corporation	4,809,600	9.16	0	Financial investor
Mohikan Development CC	Republic of South Africa	Corporation	5,684,000	10.83	0	Financial investor
Logical Mining CC	Republic of South Africa	Corporation	5,274,958	10.05	0	Financial investor
Calypso Mining CC	Republic of South Africa	Corporation	26,639,579	50.75	0	Financial investor

1.4 Forms Related to the Organization and Operations of the Company

TSZ1. The change in the number of full time employees (number of persons)

	End of the base period	Beginning of current period	End of current period
On corporate level	1	1	1
On group level	1	1	39

There were no changes in the organisation of Genesis Energy Plc. in the period ended on 30 June 2010. However, the composition of management has changed. The new composition of the Board of Directors is shown in schedule TSZ2. The schedule also shows changes in the Board of Directors that took place after the subject period.

TSZ2. Senior officers, strategic employees

A Board of Directors is operating at the Company, the members of the Audit committee are at the same time members of the Board of Directors.

Type*	Name	Position	Start of term	End /termination of term
IT	Edward Michael Andrew Mier- Jedrzejowicz	Chairman	19 April 2010	31 July 2010
IT	John G. Adair		19 April 2010	31 July 2010
IT	Robert L. Kubik		19 April 2010	31 July 2010
IT	Herald A.M.A. Janssen		19 April 2010	31 July 2010
IT, AB	Tamás Dr. Matarits	Chairman of AB	19 April 2010	31 July 2010
IT	Péter dr. Esztó	Chairman	1 August 2010	31 July 2013
IT	János prof. dr. Földessy		1 August 2010	31 July 2013
IT	Zsolt Edgár dr. Rasztovits	CEO	1 August 2010	31 July 2013
IT	Gábor Kálmán		1 August 2010	31 July 2013
IT	Gábor dr. Rényi		1 August 2010	31 July 2013
IT	Béla dr. Fodor		1 August 2010	31 July 2013
IT	István Varga		1 August 2010	31 July 2013
IT	Henrietta dr. Csécsei		1 August 2010	31 July 2013
IT, AB	Tamás dr. Weinzierl	Chairman of AB	1 August 2010	31 July 2013

* IT Board of Directors
AB Audit Committee

Until 31 July 2010 the Company was managed by the Board of Directors supported by the deputy chief executive. Jenő Kunovics deputy chief executive possesses 128,049 pieces of shares in Genesis Energy. Board of Directors in office until 31 July 2010 do not possess any shares in the company. The Company does not yet have information on the shares possessed on 30 June 2010 by the Board of Directors in operation since 1 August 2010, because announcements on the direct and indirect voting rights of the newly issued shares should be made following the opening of such rights. Dr. Gábor Rényi, member of the Board of Directors presently possesses 945,761 voting shares of Genesis Energy introduced to the stock exchange, through Acquisition Pro Ltd.

1.5 Off-balance sheet items

In year 2000 Fruit of the Loom Ltd. litigated Novotwins Kft. for usurpation of trademark and unfair trading practices. The Company, as the legal successor in the lawsuit, entered a contra-lawsuit against Fruit of the Loom Ltd. for compensation for unfair trading practices. The judgment of the lawsuit and contra-lawsuit subject to the legal action had been closed and it has no effect on the Company.

2. Factors influencing the opinion formed about the Company

Genesis Energy Investment Plc. („Company”) hereby informs the Shareholders of the closing of the transaction relating to the sale of three subsidiaries of the Company, Genesis Solar Hungary Ltd., Genesis Solar Singapore Pte. Ltd. and Genesis Solar España S.L. (GSE) and also certain “know-how” as defined in the Share Purchase Agreement (SPA) concluded with Genesis Solar Corporation (GSC), the terms and conditions of which have been published previously by the Company of a number of occasions.

The SPA now has closed under modified terms due to full completion of due diligence and closing of funding has been adapted to most recent opportunities. Since GSC cannot waive certain condition precedents to the SPA, GSC has assigned its right to close the acquisition to Genesis Capital Management Ltd. (GCM). In order to execute the separation of the solar and mining activities in the Company as explained at the annual general meeting in April 2010, the SPA closed by GCM and the Company. The closure of the SPA allows the Company to completely focus on the mining activities as of 1st August 2010 while enabling the shareholders to benefit from the development of the construction of the thin film solar module production by GSE by way of their conversion rights of GEI shares into GSC shares.

According to the agreement between GSC, GCM and the Company, GSC is committed to acquire Genesis Solar España S.L. (GSE) including the “know-how” subject to the fulfillment of certain conditions, including compliance with securities and other Laws of the US and its regulatory bodies (SEC). Until this process is completed, which is expected to consume up to 5 months, the GSC-shares acquired by the Company will remain in an escrow account under the supervision of an Escrow Agent. During this period of time the Company, GCM and GIG Holding Ltd. (in accordance with the agreement between the old and new shareholders acting in concert) jointly exercise the voting rights in GSC.

Furthermore, together with the closing of the SPA, certain modifications have been agreed upon by the parties regarding the financing of the solar activity. These modifications will become important to the Company in the future, since the Company is now the major shareholder of GSC after the closing of the SPA. GSC is to acquire GSE from GCM upon completion of the remaining conditions precedent - and thus the Shareholders indirectly benefit from the solar activity until they have the opportunity to exchange their shares for GSC shares when GSC shares are listed on an American Stock Exchange. It has been agreed that Vital Source S.A., the investor who previously provided the € 9,000,000 in kind contribution to the Company in the April 2010 capital increase, will now invests directly into GSE instead of investing \$ 35,000,000 cash into GSC as outlined originally. Vital Source S.A. has signed a Memorandum of Understanding to this effect to provide an agreed in kind contribution directly to GSE in the foreseeable value of at least € 47,000,000. The value contributed will be reviewed by appraisers and could be higher than € 47,000,000 and is subject to acceptance by the auditors of GSE.

In exchange for the in kind contribution Vital Source S.A. receives a participation in GSE, (dependent on the final appraised contribution in kind) but up to a maximum of 49% of the equity stake of GSE. At a later stage, only at the same time when the shareholders of the

Company will have the opportunity to exchange their GEI-shares for GSC shares, Vital Source S.A. will also be able to execute the conversion right of GSE shares for GSC-shares at a \$10 per share exchange rate, calculated on the basis of the final appraised and accepted value of its contribution in kind in GSE.

On the one hand the future of the Company is determined by closing the SPA and on the other hand by the contributed assets of the new investors. The Company has received a new business profile due to Logical Mining CC, Pinning Properties CC, Calypso Mining Advisors CC and Mohikan Development CC which companies deal with mining activities and registered in South Africa.

The contributions in kind primarily consist of the assets of various prime Hungarian companies, including shares and stakes of RK Bányatársaság Kft with exploration rights in Rudabánya, Rudaferrox Kft., Pólus Ferroclean Kft., CEMCC Zrt., Ferroflock & Ferrobloc Kft., Rudagipsz-Mix Zrt, Pólus Szikla Kft., Atombeton Kft. and Pólus Kincs Zrt, real estates, machines, equipment and other assets like barite lens, refuse piles, exploration licenses and mining rights owned by these various companies.

The real estate owned by the new subsidiaries have further hidden reserves compared to their audited value used in the in kind contribution capital increase. The value of the whole investment is further increased by the refuse piles of the in the past exploited polymetallic ores which is important part of the ore fortune. Rudabánya is rich in several metallic ores and non-metallic materials, as calcite, metal ores and iron ore. Beside these, Rudabánya is rich in barite (BaSO₄), which is raw material of the self compacting radiation protective heavy concrete and plaster products. Taking into consideration of the hidden reserves of the mines the exploitable value is higher than the value exploited in the last 80 years.

The business aim of Genesis Energy is to establish a complex of integrated manufacturing of raw materials and streamline mining production representing high added value.

The public utilities to the border lines of the plots contributed to the Company are already in place and the building permit are awarded in the framework of the investment plan performed in 2009. The environmental protection permit to start the industrial activity has also been granted. The building phase of the first of the three planned halls with a floor space of 1,000 sq. meters will be finished in September and this hall will house the substrate preparation. The substrate preparatory technology of processing the 4.3 Million tons of refuse pile owned by the Company and stored on the same site will be implemented here. The total value of the investment is more than HUF 850 Million. Financing of this investment is facilitated by the already awarded state subsidy in a value of HUF 312 Million. As a part of this investment program a town ring road is also under construction, 60% of which has already been completed. Construction of onsite service roads has also been started. The logistics of the processing and manufacturing complex is supported by the entrainment loading facility financed out of own resources representing HUF 82 Million investment value.

Rudagipsz Mix Zrt., the subsidiary of the Company intends to purchase the neighboring real estate and fixed assets presently owned by HASIT Hungária Kft. The plant was operated as a pilot project and the conservation of the plant was provided by Rudagipsz Mix Zrt to support the buying intention. A significant site development was also performed after the preemptive consent of the owner. In the meantime HASIT Hungária Kft. has become under liquidation, however Rudagipsz Mix Zrt. has reserved the purchase intention of the site.

The subsidiaries of the Company possess several exploration and exploitation rights and have continued mining activity at the moment also. The main aim is to extend the mining activity to the already explored and under exploration mineral fortunes in the Rudabánya region through opening new and reopening old mines. The first step is the establishment the substrate preparatory plant for processing the refuse pile which is the residue of the past

ore enrichment activity. Pólus Kincs Zrt. plans an investment of HUF 672 Million to establish a supporting site of the open pit mine which project gained a non-refundable state subsidy of HUF 215 Million in the form of ex-post financing. In the framework of the project several machines, other equipment and supporting facilities will be purchased and built in order to support the open pit mining activity. The planned deadline of the investment is June 2011. After finishing this supporting site the new open pit mines will be opened to exploit the barite located in the former iron ore mines of Rudabánya.

The contributed subsidiaries have independent research and development facility which maintain good relationship with universities, foreign mining companies and industrial specialists. Several research and development projects have been started in order to develop the existing and new products, to ensure the quality and to optimize the processing technology. The aim is to develop products and methods which are marketable worldwide and represent high added value: nano-technological products, building applications, radiation-protective structures of nuclear sites, filling materials for the rubber and plastic industry, pigments for the dye industry, composite materials for the automotive and aircraft manufacturing industry, for military purposes and for the environmental industry. This research and development program awarded a non-refundable state subsidy in a value of HUF 327 Million in the form of ex-post financing.

A further aim of this research and development program is to establish an integrated processing system with no waste material produced. These technologies can be applied in the processing of minerals coming from the future mining activity and also in the processing other refuse piles and landfills.

Genesis Energy considers the revitalization of this underdeveloped region very important through utilization of the traditional mining knowledge and expertise of the local workforce.

3. ST1 Extraordinary announcements during the period

Date	Place of Publication	Subject, Brief Content
18.08.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Information on the organizational changes executed at the Company on 17 August 2010
03.08.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Announcement on the closing of the transaction defined in the agreement with Genesis Solar Corporation
26.07.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Information about the belated final audited annual report of Genesis Solar España S.L. as at 31 December 2009
21.07.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Announcement about the registration of the capital increase having been resolved at the General Meeting of the company held on 19 April 2010
30.06.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Information on the increase of capital of Genesis Solar España S.L. by EUR 9,000,000 in kind contribution
23.06.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Information about the preliminary closing of the SPA concluded with Genesis Solar Corporation and about the submission of documentation to the Court for registration of capital increase
14.05.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Announcement about the successful signing of the contribution documents and about the Amendment of the Stock Purchase Agreement concluded with Genesis Solar Corporation
30.04.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Information on the audit of 2009 financial statements of Genesis Energy Investment Plc
30.04.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	The subscription commitment declarations in respect of the capital increase having been resolved at the General Meeting of the company held on 19 April 2010
19.04.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Resolutions of the Annual General Meeting held on 19 April 2010
16.04.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Extension of resolution proposals and documents for the upcoming General Meeting to be held at 19 April, 2010
01.04.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Genesis Solar Corporation entered into a Share Purchase Agreement in form of a Private Placement Agreement with Vital Source S.A.
24.03.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Information on the detailed terms and conditions of the future share exchange option of the Genesis Energy shareholders
16.03.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Execution of an agreement for a private placement of up to euro 90 million
20.01.2010	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Genesis Energy Investment Plc entered into a second amendment to the earlier (August 11, 2009) Stock Purchase Agreement (with Genesis Solar Corporation, previously known as Cogenco International Inc.
23.12.2009	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Genesis Solar España S.L. together with the construction company Bahía San Kristóbal S.L. executed the official start of the construction of the building facilities for the manufacturing of Thin Film Solar Modules in El Puerto de Santa María

02.12.2009	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	The Board of Directors submitted a request to the Budapest Stock Exchange asking to suspend the trading of Genesis shares until the proper announcement of the amendment of the Share Purchase Agreement concluded with Cogenco International, Inc. will be formulated and published
16.11.2009	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Genesis Solar Espana S.L. has completed the tender process for the construction of the building facilities for the manufacturing of thin film solar panels in El Puerto de Santa Maria, Spain
13.11.2009	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	The acquisition of 25% shares of Genesis Solar Singapore PTE Ltd
09.10.2009	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Repeated summary of the facts and their consequences related to the Cogenco deal and other events of the Company
14.09.2009	www.bet.hu www.kozzetetelek.hu www.genesisenergy.hu	Extension of subscription deadline

4. Statement by the issuer

The statement of the issuer is based on the Letter of Representation issued on 30 July 2010 and all other information given by the Board of Directors elected and operated until 31 July 2010. The issuer undertakes that the annual report contains data and statements true to facts and does not suppress any fact which could be significant for the estimation of the position of the issuer and acknowledge that as an issuer is responsible for any damage caused by its failure by any misleading announcement made.

5. Disclosure

The annual report of the issuer is published on the homepage of the Budapest Stock Exchange, on the homepage of PSZÁF (State Supervision of Financial Organisations) and on its own homepage (www.genesisenergy.hu). The report can be inspected at the seat of Genesis Energy PLC. (1137 Budapest, Szent István krt. 18.), on working days between 9 am and 4 pm.

Budapest, 31 August, 2010

Board of Directors
Genesis Energy Plc