

RADPOL S.A. Capital Group



HALF-YEARLY CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD FROM JANUARY 01 2010 TO JUNE 30 2010

TOGETHER WITH

ABBREVIATED UNITARY FINANCIAL STATEMENTS FOR THE PERIOD FROM JANUARY 01 2010 TO JUNE 30 2010

**PREPARED IN ACCORDANCE WITH
INTERNATIONAL FINANCIAL
REPORTING STANDARDS**

CZĘUCHÓW, 11 AUGUST 2010

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data in thousands PLN

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I. Condensed half-yearly consolidated financial statements

Selected data of the condensed half-yearly consolidated financial statements

TITLE	thousand PLN		thousand EUR	
	01.01.2010 - 30.06.2010	01.01.2009 - 30.06.2009	01.01.2010 - 30.06.2010	01.01.2009 - 30.06.2009
I. Net revenues from sales of products, goods and materials	47 029	25 938	11 745	5 741
II. Profit (loss) from operation activity	6 687	3 676	1 670	814
III. Profit (loss) - gross	5 881	3 579	1 469	792
IV. Profit (loss) - net	5 118	2 799	1 278	619
V. Net cash flows from operating activities	2 149	(1 052)	537	(235)
VI. Net cash flows from investing activities	(16 841)	(2 992)	(4 206)	(662)
VII. Net cash flows from financing activities	10 859	(2 729)	2 712	(604)
VIII. Net cash flow, together	(3 833)	(6 773)	(957)	(1 501)
IX. Total assets	132 198	83 230	31 887	18 621
X. Liabilities and reserves for liabilities	58 882	25 366	14 203	5 675
XI. Long-term liabilities and reserves	22 981	7 566	5 543	1 693
XII. Current liabilities	35 901	17 800	8 660	3 982
XIII. Equity	73 317	57 864	17 685	12 946
XIV. Share capital	771	719	186	161
XV. Number of shares	24 315 660	23 561 587	24 315 660	23 561 587
XVI. Profit (loss) per ordinary share (in PLN / EUR)	0,21	0,12	0,05	0,03
XVII. Book value per share (in PLN / EUR)	3,02	2,46	0,73	0,55

Method of conversion into euro:

- In order to convert the balance sheet items by financial data, average exchange rate of NBP on the last day of the year was applied,
- Items in the income statement and cash flow are converted using the arithmetic mean of exchange prevailing on the last day of each month during the period.

	01.01.-30.06.2010	01.01.-30.06.2009
Rate at the end of period	4,1458	4,4696
Average exchange rate	4,0042	4,5184

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Condensed consolidated statements of financial situation on 30 June 2010

Assets	Balance sheet on 30.06.2010	Balance sheet on 31.12.2009	Balance sheet on 2009-06-30
Assets	74 707	54 764	56 205
Tangible assets	63 860	51 815	53 767
Investment properties	-	-	-
Intangible assets	914	1 018	1 152
Goodwill	8 073	59	59
Shares	4	281	4
- Including investments accounted for using the equity method	-	-	-
Long-term receivables	-	-	-
Other long-term financial assets	-	-	-
Deferred tax liabilities	803	587	556
Other assets	1 053	1 004	667
Assets	57 491	26 689	27 025
Stocks	18 167	10 833	12 446
Claims for supplies and services	30 230	9 852	13 306
Claims arising from the current income tax	-	-	-
Other receivables	631	339	333
Other financial assets	4 198	-	14
Cash and cash equivalents	3 779	5 530	670
Accruals	486	135	256
Assets classified as held for sale	-	348	-
Tangible fixed assets held for sale	-	348	-
Other assets classified as held for sale	-	-	-
Total assets :	132 198	81 801	83 230

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Liabilities	Balance sheet on 30.06.2010	Balance sheet on 31.12.2009	Balance sheet on 2009-06-30
Total capital (fund)	73 317	59 765	57 864
Equity attributable to holders of the parent company	73 317	59 765	57 472
Core capital	771	719	719
Unpaid share capital and own shares	(2 764)	(2 753)	(2 373)
Reserve capital from share issue	40 819	40 831	40 831
Capital reserve from retained earnings	492	634	634
Other capital reserve	11 767		
Reserves	13 120	14 418	14 418
Revaluation	3 372	-	-
Capital for hedge accounting	-	-	-
Exchange differences on translation of related units	-	-	-
Participation in other income of associates	-	-	-
Accumulated results from previous years and other income	622	585	510
Profit (loss) for the year attributable to equity holders of the parent company	5 118	5 331	2 734
Equity of shareholders and minority shareholders	-		392
Liabilities and reserves	22 981	7 228	7 566
Deferred tax liabilities	1 567	1 797	1 645
Provision for retirement and similar	651	642	652
- Including long-term	507	485	469
Other reserves	-	-	-
- Including long-term	-	-	-
Interest-bearing loans	20 720	4 789	5 269
Other financial liabilities	43	-	-
Other non-current liabilities	-	-	-
Short-term liabilities	35 901	14 808	17 800
Loans and advances	9 438	2 215	2 201
Other financial liabilities	16	13	31
Trade payables and services	16 898	3 733	6 392
Liabilities arising from the current income tax	321	195	313
Other liabilities	2 800	2 513	2 881
Deferred income	6 428	6 139	5 982
Classified as for sale	-	-	-
Liabilities total :	132 198	81 801	83 230

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Condensed consolidated profit and loss account from the period from 1 January to 30 June 2010

Details	PaLa for 01.01.2010 - 30.06.2010	PaLa for 01.01.2009 - 31.12.2009	PaLa for 01.01.2009 - 30.06.2009
Revenues from sales of products, goods and materials	47 029	52 532	25 938
Cost of products, goods and materials sold	(33 817)	(33 346)	(15 454)
PROFIT (LOSS) FROM THE GROSS SALES	13 212	19 186	10 484
Cost of sales	(2 609)	(3 746)	(1 799)
General and administrative expenses	(4 608)	(8 750)	(5 023)
Acquisition costs	(64)	(303)	
PROFIT (LOSS) FROM SALE	5 931	6 387	3 662
Other operating income	1 572	2 150	935
Other operating expenses	(816)	(1 235)	(921)
Profit / loss on sale of all or part of the subordinated units	-	-	-
PROFIT (LOSS) FOR OPERATING ACTIVITIES	6 687	7 302	3 676
Financial income	34	116	156
Financial expenses	(840)	(548)	(253)
Share in profits and losses of units using equity method	-	-	-
PROFIT (LOSS) BEFORE TAX	5 881	6 870	3 579
Income tax	(763)	(1 444)	(780)
Other tax reduction	-	-	-
PROFIT / (LOSS) FROM CONTINUING OPERATIONS	5 118	5 426	2 799
Profit (loss) from discontinued operations	-	-	-
Profit (loss) from sold operations	-	-	-
PROFIT (LOSS) NET	5 118	5 426	2 799
Including profit of minorities	-	95	65
Profit attributable to shareholders of the parent company	5 118	5 331	2 734

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Condensed consolidated half-yearly income report from the period 1 January - 30 June 2010

Details	IR for 01.01.2010 - 30.06.2010	IR for 01.01.2009 - 31.12.2009	IR for 01.01.2009 - 30.06.2009
PROFIT (LOSS) NET	5 118	5 426	2 799
Revaluation of financial assets held for sale		-	-
Revaluation of fixed assets and WNiP		-	-
Cash flow hedges		-	-
Differences on translation of business activity		-	-
Participation in other income of associates		-	-
Effects of incentive program		-	-
Revenue from the acquisition / disposal of minority interest		-	-
Effects of changes in accounting policies		-	-
Errors from previous years		-	(58)
TOTAL OTHER REVENUE	-	-	(58)
Income tax on other income in total		-	(11)
TOTAL OTHER INCOME AFTER TRANSACTIONS	-	-	(69)
TOTAL REVENUE	5 118	5 426	2 730
Including attributable to the holders of the parent company		5 331	2 693
Including directed at minorities		95	37

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Condensed consolidated half-yearly report on changes in equity for the period 1 January - 30 June 2010

Details	RoCiE for 01.01.2010 - 30.06.2010	RoCiE for 01.01.2009 - 31.12.2009	RoCiE for 01.01.2009 - 30.06.2009
EQUITY AT BEGINNING OF PERIOD	59 765	59 221	59 221
Capital at the beginning of the period	719	719	719
Issue of shares	52	-	-
Capital at the end of the period	771	719	719
Unpaid share capital, own shares at beginning of period	(2 753)	(1 859)	(1 859)
Acquired own shares	(12)	(894)	(514)
Unpaid share capital, own shares at end of period	(2 764)	(2 753)	(2 373)
Capital reserve from issue of shares at beginning of period	40 831	40 831	40 831
Increase due to issue of shares at a price above the face value	(12)	-	-
Capital reserve from issue of shares at end of period	40 819	40 831	40 831
Capital reserve to retained earnings at beginning of period	634	171	171
Division of financial results	258	463	463
Correction due to merger	(400)	-	-
Capital reserve to retained earnings at end of period	492	634	634
Reserves at beginning of period	-	-	-
Issue of shares to settle the purchase of shares in RURGAZ Sp. z o.o.	11 767	-	-
Capital reserve at the end of period	11 767	-	-
Reserves at beginning of period	14 418	9 905	9 905
Division of financial results	-	4 513	4 513
Correction due to merger	(1 298)	-	-
Capital reserve to retained earnings at end of period	13 120	14 418	14 417
Revaluation reserve at beginning of period	-	-	-
Revenue from revaluation of tangible fixed assets	4 118	-	-
(Specification of other changes)	(746)	-	-
Revaluation reserve at end of period	3 372	-	-
Undistributed profit of previous years and other income at beginning of period	5 916	8 838	8 838
The effects of changes in accounting policies	56	246	132
The effects of errors contained	-	58	58
Dividends paid	(3 594)	(3 530)	(3 530)
Transfer to other positions on equity	(183)	(4 495)	(4 495)
Corrections for ELEKTROPORCELANA CIECHÓW S.A.	(1 573)	(531)	(493)
Undistributed profit of previous years and other income at end of period	623	586	510
Net result attributable to equity shareholders of the financial year of the parent	5 118	5 331	2 734
Minority interests at beginning of financial year	-	616	616

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Result attributable to minority shareholders	-	(123)	65
Other capital attributable to minority shareholders	-	(493)	(289)
Minority interests at the end of the year	-	-	392
EQUITY AT END OF PERIOD	73 317	59 765	57 864

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Condensed consolidated half-yearly cash flows report for the period 1 January - 30 June 2010

Details	CFR for 01.01.2010 - 30.06.2010	CFR for 01.01.2009 - 31.12.2009	CFR for 01.01.2009 - 30.06.2009
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit (loss) net	5 118	5 331	2 799
Total adjustments	(2 969)	14	(3 851)
Minority equity	-	95	65
Depreciation	2 099	4 406	2 156
Gains (losses) due to exchange differences	(293)	102	9
Interest and participation in profits (dividends)	646	448	225
Profit (loss) from investment activities	(35)	(324)	(3)
Change in reserves	559	285	145
Change in stocks	(494)	1 652	16
Change in receivables	(13 275)	(65)	(3 511)
Change in liabilities	9 974	(4 168)	(3 178)
Change in accruals	(614)	(469)	(380)
Income tax on profit before tax	763	(578)	780
Income tax paid	(869)	(888)	(201)
Other corrections	(1 430)	(482)	26
Net cash flows from operating activities	2 149	5 345	(1 052)
CASH FLOWS FROM INVESTING			
Expenditure on acquisition of intangible assets	-	(22)	-
Acquisition of tangible fixed assets	(1 032)	(5 148)	(2 845)
Proceeds from sale of fixed assets	52	2 030	5
Acquisition of financial assets available for sale	(16 500)	(826)	(173)
Expenditure on acquisition of financial assets held for trading	(4 190)	-	-
Proceeds from sale of financial assets held for trading	4 803	-	-
Loans granted	(330)	-	-
Received loans granted	330	35	21
Interest received	26	-	-
Net cash flows from investing activities	(16 841)	(3 931)	(2 992)
CASH FLOWS FROM FINANCIAL ACTIVITIES			
The net proceeds arising from issue of shares	(12)	(894)	(515)
Purchase of own shares	20 462	5 794	1 848
Proceeds from borrowing loans and advances	(5 434)	(4 241)	(358)
Repayment of obligations under finance lease	(14)	(31)	(13)
Dividends paid	(3 459)	(3 530)	(3 476)
Interest paid	(617)	(222)	(225)
Grants received	(55)	18	10
Other financial expenses	(12)	(227)	-
Net cash flows from financing activities	10 859	(3 333)	(2 729)
Total net cash flow	(3 833)	(1 919)	(6 773)
CHANGE IN THE BALANCE SHEET	(3 837)	(1 913)	(6 773)

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- including changes due to exchange differences	(5)	(6)	(2)
CASH AT THE BEGINNING OF PERIOD	7 610*	7 443	7 443
CASH AT THE END OF PERIOD (F +/- D)	3 777	5 524	670
- Including that the reduced availability	432	158	226

* Cash and cash equivalents at beginning of period include the company's cash balance of RURGAZ Sp. z o. o. at the date of acquisition, ie on 01.03.2010.

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Explanatory notes to the condensed consolidated half-yearly financial statements for the period 1 January - 30 June 2009

1. Basic Information

Name and address of the Company reporting financial statements:

RADPOL Joint Stock Company
ul. Batorego 14
77-300 Człuchów

Register court, no of record of the parent company:

Gdańsk District Court - North Gdansk, Department of Economic VIII - Registry of the National Court Register (KRS number 0000057155).

Duration of the Capital Group:

Duration of the companies included in the Capital Group is not limited.

Reporting periods presented:

Condensed consolidated half-yearly financial statements includes financial data for the period from 01 January 2010 to 30 June 2010 and comparable data for the period from 01.01.2009 to 30.06.2009, as well as comparable data for the period from 01 January 2009 to 31 December 2009.

Basic activity:

RADPOL SA produces heat-shrinkable products, electrical cables and cable accessories. It specializes in range of refined polyethylene products based on its own, unique mixtures of materials suitable for treatment of crosslinking radiation. Basic activity of the parent company is: PKD 2229Z - manufacture of other plastic products

Subsidiary RURGAZ Sp. z o.o. is one of the largest producers of pipes made of polyethylene and polypropylene in Poland. The manufacturing process uses advanced technology and offers in its range of products such as double layer pipe and tubing RCMultiSafe for geothermal energy. The principal activities of the unit are: PKD 2221Z - manufacture of rubber plates, sheets, tubes and plastic

2. The composition of the boards of the parent company

Composition of the Board at the balance sheet date:

Andrzej Piotr Sielski - Chairman of the Board
Grzegorz Mirosław Malczyk - Vice-Chairman of the Board

Composition of the Supervisory Board at the balance sheet date:

Grzegorz Jan Bielowski - President of the Supervisory Board
Zbigniew Piotr Janas - Deputy President of the Supervisory Board
Tomasz Krzysztof Firczyk - Secretary of the Supervisory Board
Thomas Kaplinski - Board Member
Leszek Iwaniec - Board Member
Krzysztof Kurowski - Board Member

3. Entities

RADPOL SA is the parent company to company RURGAZ Sp. z o.o.. At the date of the report, RADPOL SA had 100% of share capital and 100% of the votes at the AGM. Significant investor to RADPOL SA is Tar Heel Capital P LLC, with 21.33% of the share capital and votes at the AGM. RADPOL SA Capital Group comprises of the parent company RADPOL SA and the subsidiary Rurgaz Sp. z o.o. Consolidation were the following companies:

- RADPOL SA - Full method,
- RURGAZ Sp. z o.o. - Full method, included in the consolidation of 01.03.2010

4. Legal basis for financial statements

The term IFRS is meant in the present financial statements in accordance with Article. 2, paragraph. 3 of the Law on Accounting, International Accounting Standards, International Financial Reporting Standards and related interpretations published in the form of Regulations to the European Commission. In accordance with Regulation (EC) No 1606/2002 of the European Parliament and the Council of 19 July 2002 on the application of international accounting standards (OJ Urz. NFB in 2002, No 243, pos. 1) the consolidated financial statements of companies traded must be made public for periods beginning after December 31, 2004 and shall be in accordance with International Accounting Standards / International Financial Reporting Standards (hereinafter referred to as IFRS) adopted by Member States in accordance with the procedure laid down in Regulation (Article 4). The possibility for Member States to allow other companies to make separate and consolidated financial statements in accordance with IFRS was granted. The Accounting Act has regulated the reception Regulations 1606/2002 in Article. 55, paragraph. 6a-6d of the obligation to prepare consolidated financial statements of companies publicly traded in accordance with IFRS and Article. Paragraph 45. 5a-5c in the application of IFRS options by other companies. The parent company RADPOL SA (quoted on a regulated market in Poland since 10.05.2007) prepares separate financial statements in accordance with IFRS, including the Law on accounting not regulated by IFRS. From the date of acquisition of control (03.07.2008), the company RADPOL ELEKTROPORCELANA SA prepares consolidated financial statements in accordance with IFRS, including the Law on accounting not regulated by IFRS. Company's transition date to IFRS for the consolidated report is 1 January 2007. Condensed half-yearly consolidated financial statements do not include all the information and disclosures required in annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the year ending December 31, 2009.

5. Statement of compliance with IFRS

These financial statements have been prepared in accordance with International Accounting Standards, International Financial Reporting Standards and related interpretations announced in the form of Regulations to the European Commission.

6. Date of approval of the financial statements for publication

These financial statements are authorized for issue by the Board of RADPOL SA on 11.08.2010.

7. Functional currency and reporting currency

The data contained in the financial statements are presented in thousands PLN. PLN is a functional currency and reporting currency of the companies covered by this financial report.

8. Continuing of operations

Condensed half-yearly consolidated financial statements of the Capital Group for the period from 01.01.2010 to 30.06.2010 have been prepared taking into consideration that business activity of the company will not undergo any significant changes in the nearest future. According to all available the report details, there is full reason to apply the rule to continue the preparation of financial statements.

9. Connection with other companies

During the period, the parent entity acquired 1266 shares from small ordinary shareholders for the price of 173 thousand PLN. It increased the share capital of the Company by 2.88%. On 30.06.2009 RADPOL SA had a 96.10% share capital and 97.48% of the votes at the AGM.

10. Merger with other companies

On 20 April 2010 at the General Meeting of Shareholders adopted Resolution No.1917 on the merger of RADPOL SA (acquiring company) and RADPOL Elektroporcelana SA (The company being acquired). Since RADPOL Elektroporcelana SA was a subsidiary of RADPOL SA and the Issuer has been the sole shareholder of the acquired Company, the merger was made without a share capital increase of RADPOL SA and without the exchange of shares of the acquired Company. The merger of companies does not present new facts requiring disclosure of the Articles of Association and Articles of Association of the Issuer and has not been changed in connection with the merger of RADPOL SA with RADPOL Elektroporcalana SA.

On June 1, 2010 the merger was registered in the National Court Register. Merger costs amounted to 22 thousand. zł. From the date of connection to 30.06.2010 net profit of the acquiree's business activity amounted to 260 thousand zł.

Detailed figures for the settlement of merger are presented in note number 49

11. Significant accounting policies

Accounting principles used to prepare the half-yearly condensed consolidated financial statements are consistent with those applied in preparing the consolidated financial statements for the year ending 31 December 2009, except for changes described in Note 11.

12. New standards, changes in standards and IFRIC interpretations

There were some new standards, changes in standards and interpretations of the Committee on International Financial Reporting Interpretations (IFRIC) posted, which apply to periods beginning on 1 January 2008 and thereafter. Group have decided not to advance the application of these standards, amendments and interpretations of standards. The following provides an assessment of the Group on the impact of these new standards, amendments and interpretations of standards.

Standards used for the first time

Amendment to IAS 1 Presentation of Financial Statements

Published on 6 September 2007 and approved by the EC on 17 December 2008. It applies to financial statements for periods beginning on or after 1 January 2009. The revised IAS 1 amends some of the requirements for the presentation of financial statements and requires some additional information in certain circumstances.

Amendments to IAS 23 Borrowing Costs

Change published on March 29 through 2007 and approved by the EC on 10 December 2008. It applies to accounting periods beginning on or after 1 January 2009 and thereafter. The revised IAS 23 eliminates the possibility of direct IAS 23 shots in the borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets. All such borrowing costs must be capitalized as part of the cost of the asset. Other borrowing costs are recognized as an expense. The revised IAS 23 supersedes IAS 23 Borrowing Costs revised in 1993

IFRS 8 Operating Segments

Standard published on 30 November 2006 and approved by the EC on November 21, 2007. It applies to accounting periods beginning on or after January 1, 2009. IFRS 8 sets out requirements for disclosures about segments of the enterprise. IFRS 8 replaces International Accounting Standard (IAS) 14.

Amendments to IFRS 1 have been implemented for the first time, and IAS 27 Consolidated and Separate Financial Statements

Published on 22 May 2008, and approved on January 23, 2009. Applies for annual periods beginning on or after 1 January 2009. Amendments to IFRS 1 allows individual adopter for the first time in preparing its separate financial statements taken as deemed cost of an investment in a subsidiary, jointly controlled entity or associate, the fair value at the date of transition to IFRSs or entity carrying amount of investments at that date under the previously applicable generally accepted accounting principles. The IAS 27 also removed the definition of "cost method", in relation to an investor is required to recognize in its separate financial statements as income of all dividends received from a subsidiary, jointly controlled entity or associate, even if they are paid from reserves from pre-acquisition investment. Amendments to IAS 27 also specify how the cost of the investment should be determined in accordance with IAS 27 when a parent reorganizes the operating structure of the group by creating a new entity, which becomes the parent and the newly formed parent control of the original parent by issuing equity instruments in exchange for equity instruments of the original parent.

Changes resulting from the review of IFRS 2008

Issued in May 2008 and approved by the European Commission on January 23, 2009 -part of the change is effective for annual periods beginning on or after 1 January 2009, and some for periods beginning on or after 1 July 2009. Improvements include 35 amendments to the existing International Accounting Standards, which are twofold: Part I contains amendments which entail a change in accounting that are related to the presentation, recognition or measurement, while Part II deals with changes in terminology or editorial amendments.

Amendments to IAS 32 Financial Instruments: Disclosures and IAS 1 Presentation of Financial Statements

This change was announced on February 14, 2008 and approved by the EC on 21 January 2009. The amendments apply to annual periods beginning on or after 1 January 2009 or after that date with earlier application. According to changes to certain instruments issued by companies that were previously classified as liabilities, even though their characteristics similar to ordinary shares should be classified as equity. With respect to these instruments is required to disclose additional information as to their conversion should apply the new rules.

Amendment to IFRS 2 Share-based payment: Vesting Conditions and Cancellations

Published on 17 January 2008 and approved by the European Commission on 16 December 2008. It applies to periods beginning on or after 1 January 2009 or after that date. Amendment to IFRS 2 clarifies what they are vesting conditions, how to account for conditions other than vesting conditions and how to account for cancellations of contracts for share-based payment by the entity or the counterparty.

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IFRIC 11 IFRS 2 - share in the transactions of the Group and Treasury Share Interpretation, published on November 2, 2006, approved by the European Commission on 1 June 2007 and is effective for annual periods beginning on or after March 1, 2008 or after that date. IFRIC 11 provides guidance on whether the transactions in which an entity issues equity instruments to pay for it receives goods or services, or where the wages are issued equity instruments of the same group, should be treated as equity-settled or settled cash. The interpretation also specifies how to deal with situations where an entity uses its shares to settle its own obligations under the payment transactions in the form of its own shares.

IFRIC 13 Customer Loyalty Programmes

Published on 5 July 2007 and approved by the EC on 16 December 2008. Effective for annual periods beginning on or after 1 January 2009. IFRIC 13 eliminates inconsistencies in current practice in the recording in the books of the goods or services free or sold at reduced prices in the customer loyalty programs that lead companies toward their customers through the points, air miles or other forms of extra rights for the sale of goods or services.

IFRIC 14 IAS 19 - Asset Limit for defined benefits, Minimum Funding Requirements and their Interaction Interpretation of published July 4, 2007 and approved by the European Commission on 16 December 2008, is applicable for annual periods beginning on or after 1 January 2009 or after that date. IFRIC 14 provides guidance on how to estimate the limiting value of the surplus in a defined benefit plan, which may be recognized as an asset under IAS 19 Employee Benefits.

Early adoption of standards and interpretations

The Company has not applied any of the standards in earlier periods.

Differences between IFRS issued by the IASB and IFRS as adopted by the EU

At the date of this report on 31 December 2009, the differences between IFRS issued by the IASB and IFRS as adopted by the EU have come down to the following standards/ interpretations:

10.1.1. Annual amendments to IFRS / IAS 2009, issued 16 April 2009, in force since July 1, 2009 / 1 January 2010 (expected date of approval by the EU March 2010)

10.1.2. Amendments to IFRS 2, the group specifying the settlement of transactions settled in cash, issued May 15, 2009, in force since January 1, 2010 (anticipated date of approval by the EU March 2010)

10.1.3. Amendments to IFRS 1, defining an additional exemption for entities applying IAS / IFRS for the first time, delivered on 23 July 2009, in force since January 1, 2010 (anticipated date of approval by the EU May 2010)

10.1.4. Update IAS 24 disclosures on related entities, delivered on 4 November 2009, in force since 1 January 2011 (no anticipated date of adoption by the EU)

10.1.5. IFRIC 19 built-in financial commitments to equity, refers only to the accounting by an entity issues equity instruments, issued November 25, 2009, in force since April 1, 2010 (anticipated date of approval by the EU in June 2010)

10.1.6. The amendments to IFRIC 14 (for IAS 19), which set limits for the valuation of the assets of defined benefit, Minimum Funding Requirements and their Interaction, issued November 26, 2009, in force since 1 January 2011 (expected date of approval by the EU in June 2010)

10.1.7. 9 IFRS Financial Instruments, introducing new requirements on the classification and valuation of financial assets, issued 12 November 2009, valid until January 1, 2013 (in the future, this IFRS to replace IAS 39)

New standards and interpretations which have been published, not yet in force

The following standards and interpretations have been issued by the International Accounting Standards Board or the Committee on International Financial Reporting Interpretations and have been approved by the European Commission, not yet in force:

IFRS 3 "Business Combinations"

The revised IFRS 3 has been published by the International Accounting Standards on 10 January 2008 and applies prospectively to business combinations with the date of acquisition per 1 July 2009 or after that date. The changes introduced include a choice of treatment of minority interests either at fair value or their participation in the fair value of identified net assets, revaluation of previously owned shares in the acquired entity at fair value with reference to the difference in the profit and loss account and additional guidelines for applying the purchase method, including treatment of transaction costs as an expense in the period in which it is incurred.

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Amendment of IAS 27 Consolidated and Separate Financial Statements

Amendment adopted on 10 January 2008 and approved by the European Commission on 3 June 2009 and made applicable for annual periods beginning on or after 1 July 2009 or later. Amendments to IAS 27 specify the circumstances under which an entity has to prepare consolidated financial statements of how the parent companies are required to account for changes in their ownership interest in subsidiaries and how the losses of a subsidiary should be allocated between the controlling and non-controlling interest.

Amendments to IAS 39 Financial Instruments: Recognition and Measurement

Published on 31 July 2008 and approved by the EC on September 15, 2009-applicable for annual periods beginning on or after 1 July 2009 or later. Amendments to IAS 39 clarify the application of hedge accounting for the inflation component of financial instruments and options used as hedging instruments.

Amendments to IAS 39 Financial Instruments: Recognition and Measurement and IFRS 7 Financial Instruments: Disclosures-Reclassification of financial instruments

Changes published 13 October 2008, approved by the European Commission on 15 October 2008 and effective from the day following the publication of the earlier application from 1 July 2008. These changes allow the reclassification of certain financial instruments held for trading to the category of instruments held to maturity, available for sale or loans and receivables. In line with these changes it is also acceptable, in certain circumstances, to make the transfer of instruments available for sale to loans and receivables. Changes apply to reclassifications made on 1 July 2008 or later. The Company has not made the reclassification of financial instruments either of the categories of instruments for trading or category of instruments available for sale.

IFRIC 12 Service Concession

Published on 30 November 2006 and approved by the European Commission on 25 March 2009. It applies for annual periods beginning on or after 30 March 2009 or later. IFRIC 12 is an interpretation that clarifies how the Commission has already approved the provisions of International Financial Reporting Standards (IFRS) should be applied to service concession arrangements. IFRIC 12 clarifies how to recognize in the financial statements of the operator elements of infrastructure that are the subject of a service concession. It also clarifies the distinction between the different phases of a service concession arrangement (construction / operation phases), and the method of accounting for revenue and expenses for each of these stages. Distinguishes two ways of accounting for infrastructure and related revenues and expenses ("model" of a financial asset and a "model" of an intangible asset), depending on the uncertainty on the exposure of the operator with respect to future revenues.

IFRIC 15 Agreements for the Construction of Real Estate

Published July 3, 2008 and approved by the EC on 22 July 2009. Effective for annual periods beginning on or after 1 January 2010. IFRIC 15 is an interpretation that explains when to recognize revenue from the construction of real estate, and whether the agreement for the construction of real estate is subject to the provisions of IAS 11 Construction Contracts or IAS 18 Revenue.

IFRIC 16 Hedges of a net investment in a foreign unit

Published 3 July 2009 and approved by the EC on June 4, 2009. Effective for annual periods beginning on or after July 1, 2009. IFRIC 16 is an interpretation that explains how to apply the requirements of International Accounting Standard (IAS) 21 and IAS 39 when an entity hedges the foreign currency risk arising from its net investment in foreign operation.

IFRIC 18 The assets received from customers

Published 29 January 2009 and approved by the European Commission on 27 November 2009. The interpretation should be applied no later than the commencement of its first financial year starting after 31 October 2009, IFRIC 18 is an interpretation that provides clarification and guidance on the recognition received by customers of tangible fixed assets, as well as the recognition of cash provided by clients to purchase or construction of an asset. Adoption of IFRIC 18 entails the introduction of amendments to International Financial Reporting Standard (IFRS) 1 in order to facilitate the application of International Financial Reporting Standards for the first time.

IFRS 1 Adoption of International Financial Reporting Standards for the first time

Released on 27 November 2008 and approved by the EC on November 25, 2009, applicable for annual periods beginning on or after 1 January 2010. Restated IFRS 1IFRS replaces the current one in order to simplify the application of this standard and to facilitate the change in the future. In the restated IFRS 1 also some outdated guidelines on transition to International Financial Reporting Standards and minor wording changes were removed.

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The amendments to IFRIC 9 and IAS 39 Embedded derivatives

Published on 12 March 2009 and adopted by the EC on 30 November 2009 at the latest interpretation should be applied with the launch of its first financial year commencing on 1 January 2010. IFRIC 9 Amendments to IAS 39 and serve to clarify the treatment of financial derivatives embedded in other contracts when a hybrid financial asset is reclassified from the category of financial assets at fair value through profit or loss.

Amendment to IAS 32 Financial Instruments

Published on 8 October 2009, approved by the EC on December 23, 2009, is applicable for annual periods beginning on or after 1 January 2011. Amendment to IAS 32 clarifies how to account for certain pre-emptive rights when issued financial instruments are denominated in currencies other than the functional currency of the issuer. If such instruments are offered to existing shareholders pro rata the issuer in exchange for a fixed amount of cash, they should be classified as equity instruments, even if their exercise price is denominated in a currency other than the functional currency of the issuer.

13. Changes in estimates

Estimates of the Executive Board of the Company affecting the value of the financial statements, include:

- anticipated period of economic life of fixed assets and intangible assets,
- write-downs of assets
- discount, the anticipated increase in salaries and actuarial assumptions used in calculating the reserve for retirement allowance
- future tax results, taken into account in determining the assets of the deferred tax
- discount rate and estimated future cash flows in relation to carrying out the test for goodwill impairment,
- the fair value of assets and liabilities acquired of Companies

The methodology used to estimate is based on the best knowledge of the Board and is compatible with the requirements of IFRS.

Changes of impairment are shown in the accompanying explanatory notes to individual items of assets.

14. Changes in presentation

Presentation of data for comparable periods relates to the individual reports of RADPOLSA and is discussed in note number 49

15. Seasonality of the business activities of the Group

The Capital Group is due to the seasonal nature of activities carried out by the public. Continuous expansion of product offerings has a positive effect on reducing this phenomenon. In the first half of 2010 due to the extended winter period, which affects the performance of external works associated with the assembly and heating of grids, there were approximately monthly cycle delay compared to last year.

16. Segment information

The basic distribution pattern of reporting is based on the Group's business segments and geographical segments. Organization and management of the Group are held by segments, taking into account the nature of the products and services. Each segment represents a strategic business unit offering other products and services.

For the purposes of reporting, such business segments were described:

- cable accessories,
- heat-shrinkable equipment,
- conductors,
- electrical porcelain,
- PE and PP pipe systems .

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Trade segments - income and costs	Cable accessories	Heat- shrinkable equipment	Power cables	Electrical porcelain	PE and PP pipe systems	Others	Total
	01.01.2010	01.01.2010	01.01.2010	01.01.2010	01.01.2010	01.01.2010	01.01.2010
	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010
External revenue	3 509	11 846	3 694	8 568	18 754	658	47 029
Including:							
- Revenues from sales of products, goods	3 773	12 273	3 832	8 594	18 798	379	47 649
- commercial bonuses	(264)	(427)	(138)	(26)	-	-	(855)
- Grants	-	-	-	-	(44)	279	235
Cost of products and materials sold	(2 339)	(6 397)	(3 365)	(6 035)	(15 443)	(238)	(33 817)
Segment results in gross sales	1 170	5 449	329	2 533	3 311	420	13 212
Cost of sales	-	-	-	-	-	(2 609)	(2 609)
General and administrative expenses	-	-	-	-	-	(4 608)	(4 608)
Merger costs	-	-	-	-	-	(64)	(64)
Profit from sales	1 170	5 449	329	2 533	3 311	(6 797)	5 931
Other operating income	-	-	-	-	-	1 572	1 572
Other operating expenses	-	-	-	-	-	(816)	(816)
Profit from operations	1 170	5 449	329	2 533	3 311	(6 041)	6 687
Financial income	-	-	-	-	-	34	34
Financial expenses	-	-	-	-	-	(840)	(840)
Profit before tax	1 170	5 449	329	2 533	3 311	(6 847)	5 881
Corporate income tax	-	-	-	-	-	(763)	(763)
Net profit	1 170	5 449	329	2 533	3 311	(7 610)	5 118

Trade segments - income and costs	Cable accessories	Heat- shrinkable equipment	Power cables	Electrical porcelain	PE and PP pipe systems	Others
	01.01.2009	01.01.2009	01.01.2009	01.01.2009	01.01.2009	01.01.2009
	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009
External revenue	6 799	20 409	6 255	17 933	1 136	52 532
Including:						
- Revenues from sales of products, goods	7 183	21 051	6 443	17 960	460	53 097
- commercial bonuses	(384)	(642)	(188)	(27)	-	(1 241)
- Grants	-	-	-	-	676	676
Cost of products and materials sold	(4 698)	(11 231)	(6 283)	(10 871)	(263)	(33 346)
Segment results in gross sales	2 101	9 178	(28)	7 062	873	19 186
Cost of sales	-	-	-	-	(3 746)	(3 746)
General and administrative expenses	-	-	-	-	(8 750)	(8 750)
Merger costs	-	-	-	-	(303)	(303)
Profit from sales	2 101	9 178	(28)	7 062	(11 623)	6 387
Other operating income	-	-	-	-	2 150	2 150
Other operating expenses	-	-	-	-	(1 235)	(1 235)
Profit from operations	2 101	9 178	(28)	7 062	(10 708)	7 302
Financial income	-	-	-	-	116	116
Financial expenses	-	-	-	-	(548)	(548)
Profit before tax	2 101	9 178	(28)	7 062	(11 140)	6 870
Corporate income tax	-	-	-	-	(1 444)	(1 444)

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Net profit	2 101	9 178	(28)	7 062	(12 584)	5 426
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Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	PE and PP pipe systems	Others
	01.01.2009	01.01.2009	01.01.2009	01.01.2009	01.01.2009	01.01.2009
	-	-	-	-	-	-
	30.06.2009	30.06.2009	30.06.2009	30.06.2009	30.06.2009	30.06.2009
External revenue	3 296	9 831	2 831	9 337	643	25 938
Including:						
- Revenues from sales of products, goods	3 464	10 133	2 912	9 346	304	26 159
- commercial bonuses	(168)	(302)	(81)	(9)	-	(560)
- Grants	-	-	-	-	339	339
Cost of products and materials sold	(2 365)	(4 814)	(2 946)	(5 131)	(198)	(15 454)
Segment results in gross sales	931	5 017	(115)	4 206	445	10 484
Cost of sales	-	-	-	-	(1 799)	(1 799)
General and administrative expenses	-	-	-	-	(5 023)	(5 023)
Merger costs	-	-	-	-	-	-
Profit from sales	931	5 017	(115)	4 206	(6 377)	3 662
Other operating income	-	-	-	-	935	935
Other operating expenses	-	-	-	-	(921)	(921)
Profit from operations	931	5 017	(115)	4 206	(6 363)	3 676
Financial income	-	-	-	-	156	156
Financial expenses	-	-	-	-	(253)	(253)
Profit before tax	931	5 017	(115)	4 206	(6 460)	3 579
Corporate income tax	-	-	-	-	(780)	(780)
Net profit	931	5 017	(115)	4 206	(7 240)	2 799

Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	PE and PP pipe systems	Others	Trade segments - income and costs
	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010
Segment assets	6 925	36 989	1 918	11 655	19 336	55 375	132 198
Liabilities and reserves	-	-	-	-	-	58 882	58 882
Expenditure on tangible assets	-	2 618	-	-	25	117	2 760
Depreciation	169	1 224	124	186	(34)	430	2 099
Impairment	367	710	102	251	951	1 115	3 496
Reversal of impairment	33	27	8	134	204	158	564

Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	PE and PP pipe systems	Others
	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009
Segment assets	6 372	36 642	1 808	12 987	23 992	81 801
Liabilities and reserves	-	-	-	-	22 036	22 036
Expenditure on tangible assets	55	2 503	38	105	240	2 941
Depreciation	327	2 380	328	676	695	4 406
Impairment	386	567	84	433	1 265	2 735
Reversal of impairment	-	-	-	-	58	58

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Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	PE and PP pipe systems	Others
	30.06.2009	30.06.2009	30.06.2009	30.06.2009	30.06.2009	30.06.2009
Segment assets	7 104	38 475	2 199	13 515	21 937	83 230
Liabilities and reserves	-	-	-	-	25 366	25 366
Expenditure on tangible assets	15	3 749	1	188	660	4 613
Depreciation	161	1 173	140	328	354	2 156
Impairment	348	507	80	364	1 252	2 551
Reversal of impairment	206	248	3	-	-	457

Division by geographical segments was based on the geographical location of customers. Distribution of geographical segments for revenues earned from customers located in Polish territory and the revenues from customers located outside the country was assumed in this part of report

Geographical segments - criteria for clients' localization	Segment Income		
	01.01.2010 - 30.06.2010	01.01.2009 - 31.12.2009	01.01.2009 - 30.06.2009
Domestic sales	39 548	39 879	18 701
Export sales	7 481	12 653	7 237
Total	47 029	52 532	25 938

17. Recognition of the incentive program for employees

On February 13, 2007 Board of RADPOL SA, pursuant to resolutions of the General Meeting of Shareholders No 11/II/2007 dated 13 February 2007, agreed on the following conditions of incentive scheme for employees of the Company:

1. The incentive scheme was included in the Issuer's Management Board members, ie Andrzej Sielski entitled to purchase 264.774 Subscription Warrants and Grzegorz Malczyk entitled to purchase 264.774 Subscription Warrants,
2. Incentive program will be continued over the next 3 years
3. condition of acquiring the right to receive shares of the Company is acting as a member of the board of the Issuer for a period of at least 6 months in the last 12 months before determining entitlement to series C shares
4. on the right to determine the C shares will be a day for 1 year after the first quotation of the Company on the Stock Exchange SA in the first year of the Incentive Scheme and 2 or 3 years after the first quotation of the Company on the Stock Exchange SA in the second and third year of the incentive scheme,
5. the above-mentioned day of establishing the right of series C shares will be calculated on the number of C shares to cover the program - the number will be multiplied by the number of complete months served on the board in the last twelve months before the right to determine the number of shares and 7354 - if a participant of the program will perform the function for the full twelve months, they will be entitled to subscribe for 88.258 shares series C
6. Series C shares will be placed at an issue price equal to the issue price of Series B shares, not less than 5.67 PLN.

In accordance with IFRS 2 Share-based Payment 'own' the fair value of equity instruments granted (in this case the Subscription Warrants) shall be valued at grant date (ie, days binding determine the conditions of the program - in this case, February 13, 2007) and gradually during the vesting period (in this case over 3 years) by authorized persons (in this case members of the Board) increase the value of equity and simultaneously charged to pay. In this report, the Capital Group recognized an increase in equity and burden costs for launched incentive program.

18. Information on purchase of own shares

On 21 April 2008, the General Assembly of the parent company passed a resolution authorizing the Board of RADPOL SA to acquire its own shares for redemption. The content of this resolution was amended by the AGM on 21.04.2009. Under the buyback program the Company will acquire not more than 2,371,209 shares for a total amount not exceeding 14,227,254.00 PLN. Acquired own shares will give the right to do no more than 9.90% of total votes at the general meeting. Implementation of the share buyback program will be completed no later than on 31 December 2011 or until depletion of resources allocated for their purchase.

Until 30.06.2009 RADPOL SA acquired a total of 500.884 shares, representing 1,95% of the share capital and conferring the right to 500.884 votes at a general meeting of RADPOL SA (1,95% of total votes).

On 19 February 2010 at the Extraordinary General Meeting of RADPOL SA passed a resolution on redemption of 500,884 shares of the Company and on share capital reduction by the amount of 15,026.52 zł and on amendments to the Statute of the Issuer by aligning the markings of the existing shares of the Company - Series A and B shares - by extending the

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existing series A and B shares by one series A share.
On 10 May 2010 announcement of the Company appeared in Court and Commercial Gazette No. 89, item. 5553 on redemption of shares and share capital reduction of RADPOL SA. Information about the event was provided by the Issuer's current report no25/2010 dated 11 May 2010.

19. Dividends paid and proposed to pay

On 20 April 2010 Ordinary General Meeting of RADPOL SA passed a resolution No. 15 on the distribution of profit for the fiscal year 2009. According to the resolution, the net income was allocated to:

- The amount of 3,592,741.50 PLN for the dividend to shareholders, which is 0.15 PLN per share,
- The amount of 183.033,51 PLN on the reserve capital

Day of determining entitlement to a dividend is set at 17 May 2010, the date of dividend payment on June 9, 2010.

A total of 25.691.088 shares was paid in respect of 23.450.726 shares, due to:

- 1,739,478 series D shares, which, in accordance with paragraph 1 point. 4. Resolution No. 2 of the Extraordinary General Meeting of Shareholders of RADPOL SA of 19 February 2010 on the Company's share capital increase by issuing new series D shares, depriving existing shareholders of pre-emptive rights to series D shares in its entirety, and making amendments to the Statute of the Company, as well as on authorization to apply for admission and the introduction of series D shares on the regulated market, participating in the dividend from the profit-sharing payments for the year 2010, ie from 1 January 2010,
- 500,884 shares represents shares purchased for redemption in respect of which the dividend was not the application of Article. 364 par. 2 of the CCC.

Subsidiary RURGAZ Sp. z o.o. in 2009 did not pay dividends nor declared its payment.

20. Lawsuits

On 30 June 2010 there were no lawsuits initiated before a court or public administration authorities concerning obligations or receivables of RADPOL SA and its subsidiary companies, totaling a minimum of 10 equity values of RADPOL SA.

21. Changes in accounting policy and errors found in previous years and their impact on financial results and equity

Not applicable.

22. Tangible assets

The fair value of tangible assets acquired by the Group in the acquisition of control over RURGAZ Sp. z o. o. has been established provisionally in accordance with the regulations of IFRS 3.

By the end of 2010. RURGAZ Sp. z o. o. valuation of assets was made to the final determination of its fair value. In connection with the merger of RADPOL Elektroporcelana SA (acquired company) in June 2010 revaluation of fixed assets acquired from the acquired company was made at fair value based on a valuation prepared by a surveyor of property. The increase in value was settled in accordance with IAS 16 - Tangible fixed assets with capital from revaluation.

Tangible assets	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Land	187	-	-
The right to perpetual usufruct of land	1 693	1 693	1 773
Buildings and structures	26 587	20 437	20 914
Plant and machinery	28 752	22 797	22 606
Means of transport	1 269	1 221	1 328
Other fixed assets	2 612	2 726	2 533
Fixed assets under construction	2 760	2 941	4 613
TANGIBLE FIXED ASSETS TOTAL:	63 860	51 815	53 767

Tangible assets during period 01.01.2010 - 30.06.2010	Land	The right to perpetual usufruct of land	Buildings and structures	Plant and machinery	Means of transport	Other fixed assets	Fixed assets under constructi on
Gross carrying amount at beginning of period	-	1 693	23 571	39 481	2 345	3 643	3 206
Adoption of fixed assets under construction	-	-	239	960	64	38	-

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Direct acquisition	-	-	-	-	-	-	1 091
Decrease due to sales	-	-	-	-	(141)	-	-
Decrease due to liquidation	-	-	-	(185)	(56)	-	-
Transfer to assets held for sale	-	-	-	-	-	-	(1 297)
Reduction and an increase due to revaluation	-	-	-	-	-	-	-
Purchase as a result of consolidation (for RURG AZ)	187	-	8 648	25 000	574	1 607	25
Gross carrying amount at end of period	187	1 693	32 458	65 256	2 786	5 288	3 025
The value of depreciation at beginning of period	-	-	3 134	16 684	1 124	917	-
Increase in depreciation for the period	-	-	370	1 089	196	152	-
Reclassifications	-	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	(141)	-	-
Decrease due to liquidation	-	-	-	(185)	(39)	-	-
Transfer to assets held for sale	-	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-	-
The increase as a result of consolidation (for RURG AZ)	-	-	2 367	18 916	377	1 607	-
The value of depreciation at end of period	-	-	5 871	36 504	1 517	2 676	-
The value of write-downs at beginning of period	-	-	-	-	-	-	265
Additions during the period	-	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-	-
Solution of deductions	-	-	-	-	-	-	-
The value of write-downs at end of period	-	-	-	-	-	-	265
Net value at end of period	187	1 693	26 587	28 752	1 269	2 612	2 760

Tangible fixed assets for the period 01.01.2009 - 31.12.2009	Land	The right to perpetual usufruct of land	Buildings and structures	Plant and machinery	Means of transport	Other fixed assets	Fixed assets under construction
Gross carrying amount at beginning of period	-	1 773	23 947	37 717	2 218	3 252	2 606
Adoption of fixed assets under construction	-	-	174	3 963	189	410	-
Direct acquisition	-	-	-	-	-	-	5 320
Reclassifications	-	-	9	-	-	-	-

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Decrease due to sales	-	-	-	-	-	-	(4 499)
Decrease due to liquidation	-	-	(436)	(12)	-	-	(218)
Transfer to assets held for sale	-	(80)	(108)	(45)	(62)	-	-
Reduction and an increase due to revaluation	-	-	(15)	(2 142)	-	(19)	(3)
Gross carrying amount at end of period	-	1 693	23 571	39 481	2 345	3 643	3 206
The value of depreciation at beginning of period	-	-	2 960	13 943	795	628	-
Increase in depreciation for the period	-	-	355	3 096	370	308	-
Reclassifications	-	-	(126)	(12)	-	-	-
Decrease due to sales	-	-	(44)	(44)	(41)	-	-
Decrease due to liquidation	-	-	(11)	(299)	-	(19)	-
Transfer to assets held for sale	-	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-	-
The value of depreciation at end of period	-	-	3 134	16 684	1 124	917	-
The value of write-downs at beginning of period	-	-	-	-	-	-	265
Additions during the period	-	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-	-
Solution of deductions	-	-	-	-	-	-	-
The value of write-downs at end of period	-	-	-	-	-	-	265
Net value at end of period	-	1 693	20 437	22 797	1 221	2 726	2 941

Tangible fixed assets for the period 01.01.2009 - 30.06.2009	Land	The right to perpetual usufruct of land	Buildings and structures	Plant and machinery	Means of transport	Other fixed assets	Fixed assets under construction
Gross carrying amount at beginning of period	-	1 773	23 947	37 717	2 218	3 252	2 606
Adoption of fixed assets under construction	-	-	-	-	-	-	2 272
Direct acquisition	-	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-	-

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Reduction and an increase due to revaluation	-	-	-	-	-	-	-
Gross carrying amount at end of period	-	1 773	23 947	37 717	2 218	3 252	4 878
The value of depreciation at beginning of period	-	-	2 960	13 943	795	628	-
Increase in depreciation for the period	-	-	82	1 269	95	111	-
Reclassifications	-	-	-	-	-	-	-
Decrease due to sales	-	-	-	(11)	-	-	-
Decrease due to liquidation	-	-	(9)	(90)	-	(20)	-
Transfer to assets held for sale	-	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-	-
The value of depreciation at end of period	-	-	3 033	15 111	890	719	-
The value of write-downs at beginning of period	-	-	-	-	-	-	265
Additions during the period	-	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-	-
Solution of deductions	-	-	-	-	-	-	-
The value of write-downs at end of period	-	-	-	-	-	-	265
Net value at end of period	-	1 773	20 914	22 606	1 328	2 533	4 613

22. Intangible assets

Intangible assets	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Patents and licenses	394	451	501
Development costs	479	553	628
Other intangible assets	41	14	23
INTANGIBLE ASSETS:	914	1 018	1 152

Intangible assets during period 01.01.2010 - 30.06.2010	Patents and licenses	Development costs	Other intangible assets
Gross carrying amount at beginning of period	908	924	115
Acquisition	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-

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Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
Purchase as a result of consolidation (for RURGAZ)	-	-	79
Gross carrying amount at end of period	908	924	194
The value of depreciation at beginning of period	457	371	101
Increase in depreciation for the period	57	74	15
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
The increase as a result of consolidation (for RURGAZ)	-	-	37
The value of depreciation at end of period	514	445	153
The value of write-downs at beginning of period	-	-	-
Additions during the period	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Solution deductions	-	-	-
The value of write-downs at end of period	-	-	-
Net value at end of period	394	479	41

Intangible assets during period 01.01.2009 - 30.06.2009	Patents and licenses	Development costs	Other intangible assets
Gross carrying amount at beginning of period	886	924	115
Acquisition	22	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
Gross carrying amount at end of period	908	924	115
The value of depreciation at beginning of period	315	222	82
Increase in depreciation for the period	142	149	19
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
The value of depreciation at end of period	457	371	101
The value of write-downs at beginning of period	-	-	-
Additions during the period	-	-	-

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Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Solution deductions	-	-	-
The value of write-downs at end of period	-	-	-
Net value at end of period	451	553	14

Intangible assets during period 01.01.2009 - 30.06.2009	Patents and licenses	Development costs	Other intangible assets
Gross carrying amount at beginning of period	886	924	115
Acquisition	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
Gross carrying amount at end of period	886	924	115
The value of depreciation at beginning of period	315	222	82
Increase in depreciation for the period	70	74	10
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
The value of depreciation at end of period	385	296	92
The value of write-downs at beginning of period	-	-	-
Additions during the period	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Solution deductions	-	-	-
The value of write-downs at end of period	-	-	-
Net value at end of period	501	628	23

23. Goodwill

Goodwill	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
RADPOL Elektroporcelana S.A.	59	-	59	59	-	59	59	-	59
RURGAZ Sp.z o.o.	8 014	-	8 014	-	-	-	-	-	-
TOTAL	8 073	-	8 073	59	-	59	59	-	59

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Goodwill:									
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Goodwill arising from purchase of shares in RURGAZ Sp. z o.o. has been established provisionally in accordance with regulations 1961-1962 IFRS 3

24. Stocks

Stocks	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
Materials	6 226	(384)	5 842	1 696	(387)	1 309	2 359	(458)	1 901
Semi-finished products and work in progress	3 746	(7)	3 739	3 836	(9)	3 827	3 421	(7)	3 414
Goods	8 293	(1 123)	7 170	5 338	(847)	4 491	6 264	(646)	5 618
Wares	1 814	(446)	1 368	1 387	(232)	1 155	1 695	(184)	1 511
Advances in delivery	48	-	48	51	-	51	2	-	2
Stocks together:	20 127	(1 960)	18 167	12 308	(1 475)	10 833	13 741	(1 295)	12 446

25. Claims

Claims	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
Claims for supplies and services	31 436	(1 206)	30 230	10 791	(939)	9 852	14 231	(925)	13 306
Claims arising from the current income tax	-	-	-	-	-	-	-	-	-
Receivables from other taxes, customs and social security	54	-	54	53	-	53	36	-	36
Other receivables	642	(65)	577	342	(56)	286	363	(66)	297
Claims together:	32 132	(1 271)	30 861	11 186	(995)	10 191	14 630	(991)	13 639

Impairment charges	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Write-downs at beginning of period	1 388	943	943
Establishment	228	88	66
Solution	(88)	(16)	(3)
Use	(257)	(20)	(15)
Net charges at the end of period:	1 271	995	991

26. Other short-term financial assets

Other short-term financial assets	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
Loans granted	2	-	2	-	-	-	14	-	14
Assets held to maturity	4 196	-	4 196	-	-	-	-	-	-
Assets available for sale	-	-	-	-	-	-	-	-	-

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Assets at fair value through profit and loss account	-	-	-	-	-	-	-	-	-
TOTAL OTHER SHORT-TERM FINANCIAL ASSETS:	4 198	-	4 198	-	-	-	14	-	14

27. Cash and cash equivalents

Cash and cash equivalents	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Cash	41	13	20
Cash at bank	3 738	5 517	650
Other cash and cash equivalents	-	-	-
TOTAL CASH:	3 779	5 530	670
- Including cash of reduced availability	432	158	226

28. Equity

Major shareholders	Number of shares	Number of votes	Shares nominal values	Share in equity
Tar Heel Capital R LLC	5 481 029	5 481 029	164 431	21,33%
Grzegorz J. Bielowicki	3 031 572	3 031 572	90 947	11,80%
Marcin Wysocki	3 031 572	3 031 572	90 947	11,80%
ING Nationale Nederlanden OFE	1 814 854	1 814 854	54 446	7,06%
Aviva Investors Poland S.A., including Aviva Inwestors Specjalistyczny Fundusz Inwestycyjny Otwarty 1.303.858 shares and number of votes (share in equity 5,08%) at nominal value of 39.116 pln	1 938 825	1 938 825	58 165	7,55%
BZ WBK AIB AM, including BZ WBK AIB TFI	2 325 679	2 325 679	69 770	9,050%
PKO Towarzystwo Funduszy Inwestycyjnych S.A.	1 452 656	1 452 656	43 580	5,65 %
Other shareholders	6 114 017	6 114 017	183 421	23,80%
Radpol S.A. (own shares)	500 884	500 884	15 027	1,95%
Total:	25 691 088	25 691 088	770 733	100,00%

Earnings per share and diluted earnings per share	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Net profit for the year (in PLN)	5 118	5 426	2 799
Weighted average number of ordinary shares	24 315 660	23 879 752	23 561 587
Earnings per share (in PLN)	0,21	0,23	0,12
The weighted average expected number of ordinary shares	24 315 660	23 879 752	23 561 587
Diluted earnings per ordinary share (in PLN)	0,21	0,23	0,12

Earnings per share are determined by dividing the earnings attributable to shareholders of the parent company and the weighted average number of ordinary shares determined in accordance with IAS 33. The difference between the value of existing ordinary shares at the end of the period and the weighted average number of shares is due to the purchase of own shares for redemption.

The parent company in the incentive scheme is required to issue warrants, entitling to subscribe for shares at a price of 6.80 PLN. Since the warrants exercise higher price than the average market price of shares of Radpol SA in 2008, the warrants are anti-dilutive effect and are not included in the calculation of diluted earnings per share.

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Book value per share and diluted book value per share	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Book value (in PLN)	73 317	59 765	57 864
Weighted average number of ordinary shares	24 315 660	23 879 752	23 561 587
Book value per share (in PLN)	3,02	2,50	2,46
The weighted average expected number of ordinary shares	24 315 660	23 879 752	23 561 587
Diluted book value per ordinary share (in PLN)	3,02	2,50	2,46

The book value per share determined by dividing the equity attributable to equity shareholders of the parent company and the number of ordinary shares existing at the end of the period taking into account the own shares purchased to redemption.

29. Minority equity

Minority equity	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
RADPOL Elektroporcelana S.A.	-	-	392
Total:	-	-	392

Minority shares corresponds to 3.90% of shareholders in equity of RADPOL ELEKTROPORCELANA SA.

30. Loans and advances

Loans and advances at the end of the reporting period	Loan value	Balance	Currency	Interest rate	Date of repayment
Long-term					
PKO BP S.A.	16 500	14 500	PLN	WIBOR 3M + margin 2,5 p.p.	31.12.2016
Technological loan at BGK	6 676	2 955	PLN	WIBOR 3M + margin 2,2 p.p.	30.09.2013
Loan at BGŻ (EUR)	3 562	2 864	PLN	zm.EUROIBOR+ margin 1,6 p.p.	31.12.2014
Loan at Millenium	2 000	401	PLN	zm.WIBOR+ margin 0,9 p.p.	30.06.2012
Loans and advances total	28 738	20 720	-		-
Short-term					
PKO BP S.A.	16 500	2 000	PLN	WIBOR 3M + margin 2,5 p.p.	30.06.2011
Technological loan at BGK	6 676	808	PLN	WIBOR 3M + margin 2,2 p.p.	30.06.2011
Deutsche Bank	1 500	1 000	PLN	WIBOR 1m+2,5pt	30.06.2011
Deutsche Bank	1 000	292	PLN	WIBOR 1m+1,5pt	31.01.2011
Bank Spółdzielczy	500	415	PLN	variables of the contract amounted to 8.9%	27.01.2011
Bank Spółdzielczy	100	17	PLN	variables of the contract amounted to 8.9%	15.10.2010
Bank Handlowy in Warsaw S.A.	1 000	-	PLN	WIBOR + 1,5p.p.	23.05.2011

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Loan at BGŻ (EUR)	3 562	571	PLN	zm.EUROIBOR+ margin 1,6 p.p.	30.06.2011
Loan at Millenium	2 000	400	PLN	zm.WIBOR+ margin 0,9 p.p.	30.06.2011
Bank Handlowy (EUR)	3 929	3 929	PLN	zm.LIBOR+ margin 1,1 p.p.	17.09.2010
Interest on loan	-	6	PLN	-	03.07.2010
Loans and advances total	35 767	9 438	-	-	-

Loans and advances as at 31.12.2009	Loan value	Balance	Currency	Interest rate	Date of repayment
Long-term					
Technological loan at BGK	6 676	3 612	PLN	WIBOR 3M + margin 2,2 p.p.	30.09.2013
Deutsche Bank	1 500	750	PLN	WIBOR1m+2,5pt	02.07.2012
Deutsche Bank	1 000	42	PLN	WIBOR1m+1,5pt	31.01.2011
Bank Spółdzielczy	500	385	PLN	variables of the contract amounted to 8.9%	27.01.2011
Long-term loans and advances total	9 676	4 789	-	-	-
Short-term					
Kredyt technologiczny W BGK	6 676	1 113	PLN	WIBOR 3M + margin 2,2 p.p.	until 31.12.2010
Deutsche Bank	1 500	500	PLN	WIBOR1m+2,5pt	until 31.12.2010
Deutsche Bank	1 000	500	PLN	WIBOR1m+1,5pt	until 31.12.2010
Bank Spółdzielczy	500	60	PLN	variables of the contract amounted to 8.9%	until 31.12.2010
Bank Spółdzielczy	100	42	PLN	variables of the contract amounted to 8.9%	until 31.12.2010
Short-term loans and advances total	9 776	2 215	-	-	-

Loans and advances as at 31.12.2009	Loan value	Balance	Currency	Interest rate	Date of repayment
Long-term					
Technological loan at BGK	6 676	3 546	PLN	WIBOR 3M + margin 2,2 p.p.	30.09.2013
Deutsche Bank	1 500	1 000	PLN	WIBOR1m+2,5pt	02-07-2012

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Deutsche Bank	1 000	291	PLN	WIBOR1m+1,5pt	31.01.2011
Bank Spółdzielczy	500	415	PLN	variables of the contract amounted to 8.9%	27.01.2011
Bank Spółdzielczy	100	17	PLN	variables of the contract amounted to 8.9%	15.10.2010
Long-term loans and advances total	9 776	5 269	-		-
Short-term					
Technological loan at BGK	6 676	1 091	PLN	WIBOR 3M + margin 2,2 p.p.	30.06.2010
Deutsche Bank	-	500	PLN	WIBOR1m+2,5pt	30.06.2010
Deutsche Bank	-	500	PLN	WIBOR1m+1,5pt	30.06.2010
Bank Spółdzielczy	-	60	PLN	variables of the contract amounted to 8.9%	30.06.2010
Bank Spółdzielczy	-	50	PLN	variables of the contract amounted to 8.9%	30.06.2010
Short-term loans and advances total	6 676	2 201	-	-	-

31. Other financial liabilities

Other financial liabilities	Balance on 30.06.2010	Balance on 31.12.2009	Balance on 30.06.2009
Long-term	43	-	-
Liabilities from finance leases	43	-	-
(Details)	-	-	-
	-	-	-
Short-term	16	13	31
Liabilities from finance leases	16	13	31
(Details)	-	-	-
	-	-	-

Name	Financing aim	Number of contract	Data of contract	Date of repayment	Value of unit
Status on 30.06.2010					
Raiffeisen Leasing Poland S.A.	Forklift	N1224U	04.02.2010	31.05.2013	61
	-	-	-	-	-
Status on 31.12.2009					
Deutsche Leasing Polska S.A.	Forklift	104148	30.01.2007	15.01.2010	66

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	-	-	-	-	-
Status on 30.06.2009					
Europejski Fundusz Leasingowy D/Wrocław	Lathe	2782/Wr/06	30.11.2006	30.09.2009	35
Deutsche Leasing Poland S.A.	Forklift	104148	30.01.2007	15.01.2010	66

32. Income tax

Income tax	For finished period 30.06.2010	For finished period 30.06.2010	For finished period 30.06.2009
Current income tax	934	977	431
Deferred tax	(171)	467	349
Income tax total:	763	1 444	780

33. Related party transactions

Transactions and balances with related entities not consolidated for the year	As at 30.06.2010	As at 31.12.2009	As at 30.06.2009
Net sales (without PTiU)	-	-	-
Net purchase (without PTiU)	-	-	-
Interest income	-	-	-
Interest expense	-	-	-
Loans granted	-	-	-
Loans received	-	-	-
Short-term receivables	-	-	-
Long-term receivables	-	-	-
Current liabilities	-	-	-
Long-term liabilities	-	-	-

Transactions and balances with related parties shall adjust consolidated items accordingly.

34. Receivables and contingent liabilities (contingent)

Guarantees and sureties received	For 30.06.2010	For 31.12.2009	For 30.06.2009
To related	-	-	-
warranties and guarantees repayment of loans and advances	-	-	-
guarantees for the proper implementation of contracts	-	-	-
To others	6 996	7 051	6 996
warranties and guarantees repayment of loans and advances	-	-	-
guarantees for the proper implementation of contracts	6 996	7 051	6 996
Other guarantees and commitments	-	-	-
TOTAL AND SURETY GUARANTEES GRANTED	6 996	7 051	6 996

Under the heading "guarantees for the proper performance of contracts" included promissory notes transferred to the secure execution of grant agreements.

35. Financial instruments

Financial instruments by category	As at 30.06.2010	As at 31.12.2009	As at 30.06.2009
Financial assets	12 806	15 721	14 323
Assets at fair value through profit or loss	-	-	-
Loans and receivables measured at amortized cost	2	-	14
Receivables valued at face value	4 829	10 191	13 639
Assets held to maturity	4 196	-	-
Assets available for sale	-	-	-
Cash and cash equivalents	3 779	5 530	670
Financial liabilities	50 236	13 458	17 087
Liabilities at fair value through profit or loss	-	-	-
Liabilities measured at amortized cost	30 217	7 017	7 501
Trade commitments valued at face value	20 019	6 441	9 586

36. The differences between the information disclosed in the financial statements, previously drawn up and published financial reports

Differences between the information presented in the financial statements and previously published financial data	31.12.2009		30.06.2009	
	Net income	Equity	Net income	Equity
Values arising from published reports	5 331	59 765	2 734	57 864
Specifics of changes	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
The values shown in this report	5 331	59 765	2 734	57 864

37. Events after the balance sheet date

In accordance with IAS 10, the events after the balance sheet date include all events that occurred after the balance sheet until the financial statements publication.

After the balance sheet date there were no significant events that should be included in the consolidated financial statements.

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II. CONDENSED UNITARY HALF-YEARLY FINANCIAL REPORT

Selected data of condensed unitary half-yearly financial report

TITLE	thousand PLN		thousand EUR	
	01.01.2010 - 30.06.2010	01.01.2009 - 30.06.2009	01.01.2010 - 30.06.2010	01.01.2009 - 30.06.2009
I. Net revenues from sales of products, goods and materials	28 275	25 938	7 061	5 741
II. Profit (loss) from operation activity	4 912	3 676	1 227	814
III. Profit (loss) - gross	4 341	3 579	1 084	792
IV. Profit (loss) - net	3 932	2 799	982	619
V. Net cash flows from operating activities	1 281	(1 052)	320	(235)
VI. Net cash flows from investing activities	(17 476)	(2 992)	(4 364)	(662)
VII. Net cash flows from financing activities	11 703	(2 729)	2 923	(604)
VIII. Net cash flow, together	(4 492)	(6 773)	(1 122)	(1 501)
IX. Total assets	109 790	83 230	26 482	20 076
X. Liabilities and reserves for liabilities	37 660	25 366	9 084	5 675
XI. Long-term liabilities and reserves	19 511	7 566	4 706	1 693
XII. Current liabilities	18 149	17 800	4 378	3 982
XIII. Equity	72 130	57 864	17 398	12 946
XIV. Share capital	771	719	186	161
XV. Number of shares	24 315 660	23 561 587	24 315 660	23 561 587
XVI. Profit (loss) per ordinary share (in PLN / EUR)	0,16	0,12	0,04	0,03
XVII. Book value per share (in PLN / EUR)	2,97	2,46	0,72	0,55

Method of conversion into euro:

- In order to convert the balance sheet items by financial data, average exchange rate of NBP on the last day of the year was applied,
- Items in the income statement and cash flow are converted using the arithmetic mean of exchange prevailing on the last day of each month during the period.

	01.01.-30.06.2010	01.01.-30.06.2009
Rate at the end of period	4,1458	4,4696
Average exchange rate	4,0042	4,5184

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Condensed unitary consolidated statements of on 30 June 2010

Details	Balance on 2010-06-30	Balance on 2009-12-31 altered *	Balance on 2009-06-30 altered *
Assets	81 628	54 764	56 205
Tangible assets	51 048	51 815	53 767
Investment properties	-	-	-
Intangible assets	873	1 018	1 152
Goodwill	59	59	59
Shares	27 931	281	4
- Including investments accounted for using the equity method	-	-	-
Long-term receivables	-	-	-
Other long-term financial assets	-	-	-
Deferred tax liabilities	664	587	556
Other assets	1 053	1 004	667
Assets	28 162	26 689	27 025
Stocks	11 705	10 833	12 446
Claims for supplies and services	14 585	9 852	13 306
Claims arising from the current income tax	-	-	-
Other receivables	399	339	333
Other financial assets	2	-	14
Cash and cash equivalents	1 034	5 530	670
Accruals	437	135	256
Assets classified as held for sale	-	348	-
Tangible fixed assets held for sale	-	348	-
Other assets classified as held for sale	-	-	-
Total assets :	109 790	81 801	83 220

*see note 49.1

Details	Balance on 2010-06-30	Balance on 2009-12-31 altered *	Balance on 2009-06-30 altered *
Total capital (fund)	72 130	59 765	57 864
Basic capital	771	719	719
Unpaid share capital and own shares	(2 764)	(2 753)	(2 373)
Reserve capital from share issue	40 819	40 831	40 831
Capital reserve from retained earnings	492	634	634
Other reserve capital	11 767		
Reserves	13 120	14 418	14 417
Revaluation	3 372	-	-
Capital for hedge accounting	-	-	-
Exchange differences on translation of related	-	-	-
Participation in other income of associates	-	-	-
Accumulated results from previous years and other	622	490	837

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income			
Profit (loss) for year	3 932	5 426	2 799
LIABILITIES AND RESERVES	19 511	7 228	7 566
Deferred tax liabilities	1 392	1 797	1 645
Provision for retirement and similar	621	642	652
- Including long-term	486	485	469
Other reserves	-	-	-
- Including long-term	-	-	-
Interest-bearing loans	17 455	4 789	5 269
Other financial liabilities	43	-	-
Other non-current liabilities	-	-	-
LIABILITIES	18 149	14 808	17 800
Loans and advances	4 532	2 215	2 201
Other financial liabilities	16	13	31
Trade payables and services	5 963	3 733	6 392
Liabilities arising from the current income tax	194	195	313
Other liabilities	1 520	2 513	2 881
Deferred income	5 924	6 139	5 982
CLASSIFICATION AS A COMMITMENT FOR SALE	-	-	-
Total liabilities:	109 790	81 801	83 230

*see note 49.1

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Condensed unitary consolidated profit and loss account from the period 1 January to 30 June 2010

Details	PaLa for 01.01.2010 - 30.06.2010	PaLa for 01.01.2009 - 31.12.2009 altered *	PaLa for 01.01.2009 - 30.06.2009 altered *
Revenues from sales of products, goods and materials	28 275	52 532	25 938
Cost of products, goods and materials sold	(18 374)	(33 346)	(15 454)
PROFIT (LOSS) FROM THE GROSS SALES	9 901	19 186	10 484
Cost of sales	(1 860)	(3 746)	(1 799)
General and administrative expenses	(3 864)	(8 750)	(4 936)
Acquisition costs	(64)	(303)	(87)
PROFIT (LOSS) FROM SALE	4 113	6 387	3 662
Other operating income	1 335	2 150	935
Other operating expenses	(536)	(1 235)	(921)
Profit / loss on sale of all or part of the subordinated units		-	-
PROFIT (LOSS) FOR OPERATING ACTIVITIES	4 912	7 302	3 676
Financial income	58	116	156
Financial expenses	(629)	(548)	(253)
Share in profits and losses of units using equity method		-	-

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PROFIT (LOSS) BEFORE TAX	4 341	6 870	3 579
Income tax	(409)	(1 444)	(780)
Other tax reduction			-
PROFIT / (LOSS) FROM CONTINUING OPERATIONS	3 932	5 426	2 799
Profit (loss) from discontinued operations	-	-	-
Profit (loss) from sold operations	-	-	-
PROFIT (LOSS) NET	3 932	5 426	2 799

*see note 49.1

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Condensed unitary consolidated half-yearly income report from the period 1 January - 30 June 2010

Details	IR for 01.01.2010 - 30.06.2010	IR for 01.01.2009 - 31.12.2009 altered *	IR for 01.01.2009 - 30.06.2009 altered *
PROFIT (LOSS) NET	3 932	5 426	2 799
Revaluation of financial assets held for sale	-	-	-
Revaluation of fixed assets and WNiP	-	-	-
Cash flow hedges	-	-	-
Differences on translation of business activity	-	-	-
Participation in other income of associates	-	-	-
Effects of incentive program	-	-	-
Revenue from the acquisition / disposal of minority interest	-	-	-
Effects of changes in accounting policies	-	-	-
Errors from previous years	-	-	-
TOTAL OTHER REVENUE	-	-	-
Income tax on other income in total	-	-	-
TOTAL OTHER INCOME AFTER TRANSACTIONS	-	-	-
TOTAL REVENUE	3 932	5 426	2 799

*see note 49.1

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Condensed unitary consolidated half-yearly report on changes in equity for the period 1 January - 30 June 2010

Details	RoCiE for 01.01.2010 - 30.06.2010	RoCiE for 01.01.2009 - 31.12.2009 altered *	RoCiE for 01.01.2009 - 30.06.2009 altered *
EQUITY AT BEGINNING OF PERIOD	59 765	59 221	59 221
Capital at the beginning of the period	719	719	719
Issue of shares	52	-	-
Capital at the end of the period	771	719	719

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Unpaid share capital, own shares at beginning of period	(2 753)	(1 859)	(1 859)
Acquired own shares	(12)	(894)	(514)
Unpaid share capital, own shares at end of period	(2 765)	(2 753)	(2 373)
Capital reserve from issue of shares at beginning of period	40 831	40 831	40 831
Increase due to issue shares at a price above the face value	(12)	-	-
Reserve capital from issuance of shares at end of period	40 819	40 831	40 831
Capital reserve to retained earnings at beginning of period	634	171	171
Division of financial results	258	463	463
Corrections due to merger	(400)	-	-
Capital reserve to retained earnings at end of period	492	634	634
Reserves at beginning of period			
Issue of shares due to purchase of shares in RURGAZ Sp. z o.o.	11 767		
Other capital reserve at the end of period	11 767		
Capital reserve to retained earnings at end of period	14 418	9 905	9 905
Reserves at beginning of period	-	4 513	4 513
Corrections due to merger	(1 298)	-	-
Capital reserve at the end of period	13 120	14 418	14 418
Revaluation reserve at beginning of period	-	-	-
Revenue from revaluation of tangible fixed assets	4 118	-	-
Corrections due to merger	(746)	-	-
Revaluation reserve at end of period	3 372	-	-
Undistributed profit of previous years and other income at beginning of period	5 916	8 838	8 838
Effects of changes in accounting policies	56	246	132
The effects of errors contained		58	58
Dividends paid	(3 594)	(3 530)	(3 530)
Transfer to other equity items	(183)	(4 495)	(4 495)
Corrections regarding RADPOL Elektroporcelana SA	(1 573)	(531)	(493)
Undistributed profit of previous years and other income at end of period	622	586	510
The net result of the financial year	3 932	5 331	2 734
Minority interests at beginning of financial year	-	616	616
Result attributable to minority shareholders		(123)	65
Other capital attributable to minority shareholders		(493)	(289)
Minority equity at the end of the year	-	-	392
EQUITY AT END OF PERIOD	72 130	59 765	57 864

*see note 49.1

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Condensed unitary consolidated half-yearly cash flows report for the period 1 January - 30 June 2010

Details	RoCF for 01.01.2010 - 30.06.2010	RoCF for 01.01.2009 - 31.12.2009 altered *	RoCF for 01.01.2009 - 30.06.2009 altered *
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit (loss) net	3 932	5 426	2 799
Total adjustments	(2 651)	(81)	(3 851)
Depreciation	2 133	4 406	2 156
Gains (losses) from exchange differences	5	102	9
Interest and participation in profits (dividends)	617	448	225
Profit (loss) from investment activities	(35)	(324)	(3)
Change in reserves	514	285	145
Change in stocks	(872)	1 652	16
Change in receivables	(4 793)	(65)	(3 511)
Change in current liabilities, excluding financial liabilities	2 081	(4 168)	(3 178)
Change in accruals	(643)	(469)	(380)
Income tax on profit before tax	409	(578)	780
Income tax paid	(637)	(888)	(201)
Other adjustments	(1 430)	(482)	91
Net cash flows from operating activities	1 281	5 345	(1 052)
CASH FLOWS FROM INVESTING ACTIVITY			
Expenditure on acquisition of intangible assets	-	(22)	-
Expenditure on acquisition of tangible fixed assets	(1 028)	(5 148)	(2 845)
Proceeds from the sale of tangible fixed assets	52	2 030	5
Expenditure on acquisition of assets available for sale	(16 500)	(826)	(173)
Loans granted	(330)	-	-
Repayment of loans obtained	330	35	21
Net cash flows from investing activities	(17 476)	(3 931)	(2 992)
CASH FLOWS FROM FINANCIAL ACTIVITY			
Purchase of own shares	(12)	(894)	(515)
Proceeds from borrowing loans and advances	16 500	5 794	1 848
Repayment of loans	(683)	(4 241)	(358)
Repayment of finance lease liabilities	(14)	(31)	(13)
Dividends paid	(3 459)	(3 530)	(3 476)
Interest paid	(617)	(222)	(225)
Grants received	-	18	10
Other financial expenses	(12)	(227)	-
Net cash flows from financing activities	11 703	(3 333)	(2 729)
Total net cash flow	(4 492)	(1 919)	(6 773)
BALANCE SHEET MOVEMENTS IN CASH			
	(4 496)	(1 913)	(6 773)
- Including changes of equity due to exchange rate	(5)	(6)	(2)
CASH AT BEGINNING OF PERIOD	5 524	7 443	7 443
CASH AT END OF PERIOD (F / - D)	1 032	5 524	670
- including those of reduced availability	236	158	226

*see note 49.1

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Explanatory notes to the condensed consolidated half-yearly financial statements for the period 1 January - 30 June 2010

1. Basic Information

Name and address of the Company reporting financial statements:

RADPOL Joint Stock Company
ul. Batorego 14
77-300 Człuchów

Register court, no of record of the parent company:

Gdańsk District Court - North Gdansk, Department of Economic VIII - Registry of the National Court Register (KRS number 0000057155).

Basic activity:

RADPOL SA produces heat-shrinkable products, electrical cables and cable accessories. It specializes in range of refined polyethylene based on its own, unique mixtures of materials suitable for treatment of crosslinking radiation. Basic activity of the parent company is: PKD 2229Z - manufacture of other plastic products

2. The composition of the boards of the parent company

Composition of the Board at the balance sheet date:

Andrzej Piotr Sielski - Chairman of the Board
Grzegorz Mirosław Malczyk - Vice-Chairman of the Board

Composition of the Supervisory Board at the balance sheet date:

Grzegorz Jan Bielowski - President of the Supervisory Board
Zbigniew Piotr Janas - Deputy President of the Supervisory Board
Tomasz Krzysztof Firczyk - Secretary of the Supervisory Board
Thomas Kaplinski - Board Member
Leszek Iwaniec - Board Member
Krzysztof Kurowski - Board Member

3. Entities

RADPOL SA is the parent company to company RURGAZ Sp. z o.o.. At the date of the report, RADPOL SA had 100% of share capital and 100% of the votes at the AGM.

Significant investor to RADPOL SA is Tar Heel Capital P LLC, with 21.33% of the share capital and votes at the AGM.

4. Legal basis for financial statements

The term IFRS is understood in these financial statements in accordance with Article 2 paragraphs 3 of the Law on Accounting International Accounting Standards, International Financial Reporting Standards and related interpretations published in the form of European Commission. These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

Separate financial statements of RADPOL SA for the year 2009 is the first annual financial statements prepared under IFRS. Company's date of transition to IFRS is 1 January 2007. The company presented the reconciliation of equity and profit or loss reported under previously applied by the Company's accounting principles, consistent with the Polish Accounting Act, of equity and due to that demonstrated in accordance with IFRS in an additional explanatory note to the financial statements No.77th.

5. Statement of compliance with IFRS

These financial statements have been prepared in accordance with International Accounting Standards, International Financial Reporting Standards and related interpretations announced in the form of Regulations to the European Commission.

6. Date of approval of the financial statements for publication

These financial statements are authorized for issue by the Board of RADPOL SA on 11.08.2010.

7. Functional currency and reporting currency

The data contained in the financial statements are presented in thousands PLN. PLN is a functional currency and reporting currency of the companies covered by this financial report.

8. Continuing of operations

Condensed half-yearly unitary financial statements of Radpol SA for the period from 01.01.2010 to 30.06.2010 have been prepared taking into consideration that business activity of the company will not undergo any significant changes in the nearest future. According to all available the report details, there is full reason to apply the rule to continue the preparation of financial statements.

9. Significant accounting policies

Accounting principles used to prepare the half-yearly condensed consolidated financial statements are consistent with those applied in preparing the consolidated financial statements for the year ending 31 December 2009, except for changes described in Note 11.

10. New standards, changes in standards and IFRIC interpretations

There were some new standards, changes in standards and interpretations of the Committee on International Financial Reporting Interpretations (IFRIC) posted, which apply to periods beginning on 1 January 2008 and thereafter. The Company has decided not to advance the application of these standards, amendments and interpretations of standards.

The following provides an assessment of the Company on the impact of these new standards, amendments and interpretations of standards.

Standards used for the first time

Amendment to IAS 1 Presentation of Financial Statements

Published on 6 September 2007 and approved by the EC on 17 December 2008. It applies to financial statements for periods beginning on or after 1 January 2009. The revised IAS 1 amends some of the requirements for the presentation of financial statements and requires some additional information in certain circumstances.

Amendments to IAS 23 Borrowing Costs

Change published on March 29 through 2007 and approved by the EC on 10 December 2008. It applies to accounting periods beginning on or after 1 January 2009 and thereafter. The revised IAS 23 eliminates the possibility of direct IAS 23 shots in the borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets. All such borrowing costs must be capitalized as part of the cost of the asset. Other borrowing costs are recognized as an expense. The revised IAS 23 supersedes IAS 23 Borrowing Costs revised in 1993

IFRS 8 Operating Segments

Standard published on 30 November 2006 and approved by the EC on November 21, 2007. It applies to accounting periods beginning on or after January 1, 2009. IFRS 8 sets out requirements for disclosures about segments of the enterprise. IFRS 8 replaces International Accounting Standard (IAS) 14.

Amendments to IFRS 1 have been implemented for the first time, and IAS 27 Consolidated and Separate Financial Statements

Published on 22 May 2008, and approved on January 23, 2009. Applies for annual periods beginning on or after 1 January 2009. Amendments to IFRS 1 allows individual adopter for the first time in preparing its separate financial statements taken as deemed cost of an investment in a subsidiary, jointly controlled entity or associate, the fair value at the date of transition to IFRSs or entity carrying amount of investments at that date under the previously applicable generally accepted accounting principles. The IAS 27 also removed the definition of "cost method", in relation to an investor is required to recognize in its separate financial statements as income of all dividends received from a subsidiary, jointly controlled entity or associate, even if they are paid from reserves from pre-acquisition investment. Amendments to IAS 27 also specify how the cost of the investment should be determined in accordance with IAS 27 when a parent reorganizes the operating structure of the group by creating a new entity, which becomes the parent and the newly formed parent control of the original parent by issuing equity instruments in exchange for equity instruments of the original parent company.

Changes resulting from the review of IFRS 2008

Issued in May 2008 and approved by the European Commission on January 23, 2009 -part of the change is effective for annual periods beginning on or after 1 January 2009, and some for periods beginning on or after 1 July 2009. Improvements include 35 amendments to the existing International Accounting Standards, which are twofold: Part I contains amendments which entail a change in accounting that are related to the presentation, recognition or measurement, while Part II deals with changes in terminology or editorial amendments.

Amendments to IAS 32 Financial Instruments: Disclosures and IAS 1 Presentation of Financial Statements

This change was announced on February 14, 2008 and approved by the EC on 21 January 2009. The amendments apply to annual periods beginning on or after 1 January 2009 or after that date with earlier application. According to changes to certain instruments issued by companies that were previously classified as liabilities, even though their characteristics similar to ordinary shares should be classified as equity. With respect to these instruments is required to disclose additional information as to their conversion should apply the new rules.

Amendment to IFRS 2 Share-based payment: Vesting Conditions and Cancellations

Published on 17 January 2008 and approved by the European Commission on 16 December 2008. It applies to periods beginning on or after 1 January 2009 or after that date. Amendment to IFRS 2 clarifies what they are vesting conditions, how to account for conditions other than vesting conditions and how to account for cancellations of contracts for share-based payment by the entity or the counterparty.

IFRIC 11 IFRS 2 - share in the transactions of the Group and Treasury Share

Interpretation, published on November 2, 2006, approved by the European Commission on 1 June 2007 and is effective for annual periods beginning on or after March 1, 2008 or after that date. IFRIC 11 provides guidance on whether the transactions in which an entity issues equity instruments to pay for it receives goods or services, or where the wages are issued equity instruments of the same group, should be treated as equity-settled or settled cash. The interpretation also specifies how to deal with situations where an entity uses its shares to settle its own obligations under the payment transactions in the form of its own shares.

IFRIC 13 Customer Loyalty Programmes

Published on 5 July 2007 and approved by the EC on 16 December 2008. Effective for annual periods beginning on or after 1 January 2009. IFRIC 13 eliminates inconsistencies in current practice in the recording in the books of the goods or services free or sold at reduced prices in the customer loyalty programs that lead companies toward their customers through the points, air miles or other forms of extra rights for the sale of goods or services.

IFRIC 14 IAS 19 - Asset Limit for defined benefits, Minimum Funding Requirements and their Interaction

Interpretation of published July 4, 2007 and approved by the European Commission on 16 December 2008, is applicable for annual periods beginning on or after 1 January 2009 or after that date. IFRIC 14 provides guidance on how to estimate the limiting value of the surplus in a defined benefit plan, which may be recognized as an asset under IAS 19 Employee Benefits.

Early adoption of standards and interpretations

The Company has not applied any of the standards in earlier periods.

Differences between IFRS issued by the IASB and IFRS as adopted by the EU

At the date of this report on 31 December 2009, the differences between IFRS issued by the IASB and IFRS as adopted by the EU have come down to the following standards/ interpretations:

10.1.1. Annual amendments to IFRS / IAS 2009, issued 16 April 2009, in force since July 1, 2009 / 1 January 2010 (expected date of approval by the EU March 2010)

10.1.2. Amendments to IFRS 2, the group specifying the settlement of transactions settled in cash, issued May 15, 2009, in force since January 1, 2010 (anticipated date of approval by the EU March 2010)

10.1.3. Amendments to IFRS 1, defining an additional exemption for entities applying IAS / IFRS for the first time, delivered on 23 July 2009, in force since January 1, 2010 (anticipated date of approval by the EU May 2010)

10.1.4. Update IAS 24 disclosures on related entities, delivered on 4 November 2009, in force since 1 January 2011 (no anticipated date of adoption by the EU)

10.1.5. IFRIC 19 built-in financial commitments to equity, refers only to the accounting by an entity issues equity instruments, issued November 25, 2009, in force since April 1, 2010 (anticipated date of approval by the EU in June 2010)

10.1.6. The amendments to IFRIC 14 (for IAS 19), which set limits for the valuation of the assets of defined benefit, Minimum Funding Requirements and their Interaction, issued November 26, 2009, in force since 1 January 2011 (expected date of approval by the EU in June 2010)

10.1.7. 9 IFRS Financial Instruments, introducing new requirements on the classification and valuation of financial assets, issued 12 November 2009, valid until January 1, 2013 (in the future, this IFRS to replace IAS 39)

New standards and interpretations which have been published, not yet in force

The following standards and interpretations have been issued by the International Accounting Standards Board or the Committee on International Financial Reporting Interpretations and have been approved by the European Commission, not yet in force:

IFRS 3 "Business Combinations"

The revised IFRS 3 has been published by the International Accounting Standards on 10 January 2008 and applies prospectively to business combinations with the date of acquisition per 1 July 2009 or after that date. The changes introduced include a choice of treatment of minority interests either at fair value or their participation in the fair value of identified net assets, revaluation of previously owned shares in the acquired entity at fair value with reference to the difference in the profit and loss account and additional guidelines for applying the purchase method, including treatment of transaction costs as an expense in the period in which it is incurred.

Amendment of IAS 27 Consolidated and Separate Financial Statements

Amendment adopted on 10 January 2008 and approved by the European Commission on 3 June 2009 and made applicable for annual periods beginning on or after 1 July 2009 or later. Amendments to IAS 27 specify the circumstances under which an entity has to prepare consolidated financial statements of how the parent companies are required to account for changes in their ownership interest in subsidiaries and how the losses of a subsidiary should be allocated between the controlling and non-controlling interest.

Amendments to IAS 39 Financial Instruments: Recognition and Measurement

Published on 31 July 2008 and approved by the EC on September 15, 2009-applicable for annual periods beginning on or after 1 July 2009 or later. Amendments to IAS 39 clarify the application of hedge accounting for the inflation component of financial instruments and options used as hedging instruments.

Amendments to IAS 39 Financial Instruments: Recognition and Measurement and IFRS 7 Financial Instruments: Disclosures-Reclassification of financial instruments

Changes published 13 October 2008, approved by the European Commission on 15 October 2008 and effective from the day following the publication of the earlier application from 1 July 2008. These changes allow the reclassification of certain financial instruments held for trading to the category of instruments held to maturity, available for sale or loans and receivables. In line with these changes it is also acceptable, in certain circumstances, to make the transfer of instruments available for sale to loans and receivables. Changes apply to reclassifications made on 1 July 2008 or later. The Company has not made the reclassification of financial instruments either of the categories of instruments for trading or category of instruments available for sale.

IFRIC 12 Service Concession

Published on 30 November 2006 and approved by the European Commission on 25 March 2009. It applies for annual periods beginning on or after 30 March 2009 or later. IFRIC 12 is an interpretation that clarifies how the Commission has already approved the provisions of International Financial Reporting Standards (IFRS) should be applied to service concession arrangements. IFRIC 12 clarifies how to recognize in the financial statements of the operator elements of infrastructure that are the subject of a service concession. It also clarifies the distinction between the different phases of a service concession arrangement (construction / operation phases), and the method of accounting for revenue and expenses for each of these stages. Distinguishes two ways of accounting for infrastructure and related revenues and expenses ("model" of a financial asset and a "model" of an intangible asset), depending on the uncertainty on the exposure of the operator with respect to future revenues.

IFRIC 15 Agreements for the Construction of Real Estate

Published July 3, 2008 and approved by the EC on 22 July 2009. Effective for annual periods beginning on or after 1 January 2010. IFRIC 15 is an interpretation that explains when to recognize revenue from the construction of real estate, and whether the agreement for the construction of real estate is subject to the provisions of IAS 11 Construction Contracts or IAS 18 Revenue.

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IFRIC 16 Hedges of a net investment in a foreign unit

Published 3 July 2009 and approved by the EC on June 4, 2009. Effective for annual periods beginning on or after July 1, 2009. IFRIC 16 is an interpretation that explains how to apply the requirements of International Accounting Standard (IAS) 21 and IAS 39 when an entity hedges the foreign currency risk arising from its net investment in foreign operation.

IFRIC 18 The assets received from customers

Published 29 January 2009 and approved by the European Commission on 27 November 2009. The interpretation should be applied no later than the commencement of its first financial year starting after 31 October 2009, IFRIC 18 is an interpretation that provides clarification and guidance on the recognition received by customers of tangible fixed assets, as well as the recognition of cash provided by clients to purchase or construction of an asset. Adoption of IFRIC 18 entails the introduction of amendments to International Financial Reporting Standard (IFRS) 1 in order to facilitate the application of International Financial Reporting Standards for the first time.

IFRS 1 Adoption of International Financial Reporting Standards for the first time

Released on 27 November 2008 and approved by the EC on November 25, 2009, applicable for annual periods beginning on or after 1 January 2010. Restated IFRS 1 IFRS replaces the current one in order to simplify the application of this standard and to facilitate the change in the future. In the restated IFRS 1 also some outdated guidelines on transition to International Financial Reporting Standards and minor wording changes were removed.

The amendments to IFRIC 9 and IAS 39 Embedded derivatives

Published on 12 March 2009 and adopted by the EC on 30 November 2009 at the latest interpretation should be applied with the launch of its first financial year commencing on 1 January 2010. IFRIC 9 Amendments to IAS 39 and serve to clarify the treatment of financial derivatives embedded in other contracts when a hybrid financial asset is reclassified from the category of financial assets at fair value through profit or loss.

Amendment to IAS 32 Financial Instruments

Published on 8 October 2009, approved by the EC on December 23, 2009, is applicable for annual periods beginning on or after 1 January 2011. Amendment to IAS 32 clarifies how to account for certain pre-emptive rights when issued financial instruments are denominated in currencies other than the functional currency of the issuer. If such instruments are offered to existing shareholders pro rata the issuer in exchange for a fixed amount of cash, they should be classified as equity instruments, even if their exercise price is denominated in a currency other than the functional currency of the issuer.

11. Changes in estimates

Estimates of the Executive Board of the Company affecting the value of the financial statements, include:

- anticipated period of economic life of fixed assets and intangible assets,
- write-downs of assets
- discount, the anticipated increase in salaries and actuarial assumptions used in calculating the reserve for retirement allowance
- future tax results, taken into account in determining the assets of the deferred tax
- discount rate and estimated future cash flows in relation to carrying out the test for goodwill impairment,
- the fair value of assets and liabilities acquired of Companies

The methodology used to estimate is based on the best knowledge of the Board and is compatible with the requirements of IFRS.

Changes of impairment are shown in the accompanying explanatory notes to individual items of assets.

12. Changes in presentation of financial statements as at 31.12.2009 and 30.06.2009 due to merger

In connection with the merger of RADPOL SA and RADPOL Elektroporcelana SA they way of presentation of data has changed for comparable periods in relation to published data for the periods ending 31.12.2009 and 30.06.2009.

As the comparative data, consolidated data of the acquired companies have been presented, the differences to data published in individual reports for the periods 01.01.2009 to 31.12.2009 and 01.01.2009 - 30.06.2009 represent individual data of the company being acquired and the differences from the consolidation.

As a result, have changed the individual line items, see below:

**Transformation of financial statement as at 31.12.2009
in connection with the merger**

Details	Data as at 2009-12-31	Data as at 2009-12-31	Alteration
ASSETS	54 764	52 971	1 793
Tangible fixed assets	51 815	43 153	8 662
Investment properties	-	-	-
Intangible assets	1 018	704	314
Goodwill	59	-	59
Shares	281	7 669	(7 388)
- including investments accounted for using the equity method	-	-	-
Long-term receivables	-	-	-
Other long-term financial assets	-	-	-
Deferred income tax	587	461	126
Other fixed assets	1 004	984	20
ASSETS	26 689	19 734	6 955
Stocks	10 833	6 878	3 955
Claims for supplies and services	9 852	7 504	2 348
Claims arising from the current income tax	-	-	-
Other receivables	339	261	78
Other financial assets	-	-	-
Other financial assets	5 530	5 014	516
Accruals	135	77	58
ASSETS CLASSIFIED AS HELD FOR SALE	348	-	348
Tangible fixed assets held for sale	348	-	348
Other assets classified as held for sale	-	-	-
Total Assets:	81 801	72 705	9 096

Details	Data as at 2009-12-31	Data as at 2009-12-31	Alteration
CAPITAL (FUND) TOTAL	59 765	56 493	3 272
Core capital	719	719	-
Share capital and treasury shares	(2 753)	(2 753)	-
Reserve capital from share issue	40 831	40 831	-
Supplementary capital from retained earnings	634	234	400
Other capital reserve	-	-	-
Reserve	14 418	13 120	1 298
Revaluation reserve	-	-	-
Capital for hedge accounting	-	-	-
Currency translation differences related entities	-	-	-
Participation in other comprehensive income of associates	-	-	-
Retained earnings from previous years and other income	490	566	(76)
Profit (loss)	5 426	3 776	1 650
LIABILITIES AND RESERVES	7 228	4 782	2 446

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Deferred income tax	1 797	744	1 053
Provision for pensions and similar benefits	642	426	216
- including long-term	485	306	179
Other reserves	-	-	-
- including long-term	-	-	-
Interest-bearing loans and borrowings	4 789	3 612	1 177
Other financial liabilities	-	-	-
Other long term liabilities	-	-	-
CURRENT LIABILITIES	14 808	11 430	3 378
Loans and advances	2 215	1 113	1 102
Other financial liabilities	13	-	13
Liabilities from deliveries and services	3 733	2 244	1 489
Liabilities for current income tax	195	156	39
Other liabilities	2 513	1 777	736
Deferred income	6 139	6 140	(1)
LIABILITIES CLASSIFIED AS HELD FOR SALE	-	-	-
Total Liabilities:	81 801	72 705	9 096

**Transformation of financial situation report as at 31.12.2009
in connection with the merger**

Details	Data as at 2009-06-30	Data as at 2009-06-30	Alteration
ASSETS	56 205	53 220	2 985
Tangible fixed assets	53 767	44 358	9 409
Investment properties	-	-	-
Intangible assets	1 152	789	363
Goodwill	59	-	59
Shares	4	7 016	(7 012)
- including investments accounted for using the equity method	-	-	-
Long-term receivables	-	-	-
Other long-term financial assets	-	-	-
Deferred income tax	556	422	134
Other fixed assets	667	635	32
ASSETS	27 025	19 893	7 132
Stocks	12 446	8 740	3 706
Claims for supplies and services	13 306	10 226	3 080
Claims arising from the current income tax	-	-	-
Other receivables	333	277	56
Other financial assets	14	14	-
Other financial assets	670	494	176
Accruals	256	142	114
ASSETS CLASSIFIED AS HELD FOR SALE	-	-	-
Tangible fixed assets held for sale	-	-	-
Other assets classified as held for sale	-	-	-
Total Assets:	83 230	73 113	10 117

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Details	Data as at 2009-06-30	Data as at 2009-06-30	Alteration
CAPITAL (FUND) TOTAL	57 864	54 793	3 071
Core capital	719	719	-
Share capital and treasury shares	(2 373)	(2 373)	-
Reserve capital from share issue	40 831	40 831	-
Supplementary capital from retained earnings	634	234	400
Other capital reserve			
Reserve	14 417	13 119	1 298
Revaluation reserve	-	-	-
Capital for hedge accounting	-	-	-
Currency translation differences related entities	-	-	-
Participation in other comprehensive income of associates	-	-	-
Retained earnings from previous years and other income	837	491	346
Profit (loss)	2 799	1 772	1 027
LIABILITIES AND RESERVES	7 566	4 478	3 088
Deferred income tax	1 645	595	1 050
Provision for pensions and similar benefits	652	337	315
- including long-term	469	269	200
Other reserves	-	-	-
- including long-term	-	-	-
Interest-bearing loans and borrowings	5 269	3 546	1 723
Other financial liabilities	-	-	-
Other long term liabilities	-	-	-
CURRENT LIABILITIES	17 800	13 842	3 958
Loans and advances	2 201	1 091	1 110
Other financial liabilities	31	-	31
Liabilities from deliveries and services	6 392	4 471	1 921
Liabilities for current income tax	313	251	62
Other liabilities	2 881	2 053	828
Deferred income	5 982	5 976	6
LIABILITIES CLASSIFIED AS HELD FOR SALE	-		
Total Liabilities:	83 230	73 113	10 117

**Transformation of profit and loss report as at 31.12.2009
in connection with the merger**

Details	PaLa for 01.01.2009 - 31.12.2009	Data as at 2009-12-31	Alteration
Revenues from sales of products, goods and materials	52 532	35 058	17 474
Cost of products, goods and materials sold	(33 346)	(22 834)	(10 512)
PROFIT (LOSS) FROM THE GROSS SALES	19 186	12 224	6 962
Cost of sales	(3 746)	(2 732)	(1 014)
General and administrative expenses	(8 750)	(5 008)	(3 742)

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Acquisition costs	(303)	(303)	-
PROFIT (LOSS) FROM SALE	6 387	4 181	2 206
Other operating income	2 150	1 400	750
Other operating expenses	(1 235)	(632)	(603)
Profit / loss on sale of all or part of the subordinated units	-	-	-
PROFIT (LOSS) FOR OPERATING ACTIVITIES	7 302	4 949	2 353
Financial income	116	108	8
Financial expenses	(548)	(270)	(278)
Share in profits and losses of units using equity method	-	-	-
PROFIT (LOSS) BEFORE TAX	6 870	4 787	2 083
Income tax	(1 444)	(1 011)	(433)
Other tax reduction	-	-	-
PROFIT / (LOSS) FROM CONTINUING OPERATIONS	5 426	3 776	1 650
Profit (loss) from discontinued operations	-	-	-
Profit (loss) from sold operations	-	-	-
PROFIT (LOSS) NET	5 426	3 776	1 650

**Transformation of profit and loss report for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	PaLa for 01.01.2009 - 30.06.2009	Data as at 2009-06-30	Alteration
Revenues from sales of products, goods and materials	25 938	16 672	9 266
Cost of products, goods and materials sold	(15 454)	(10 388)	(5 066)
PROFIT (LOSS) FROM THE GROSS SALES	10 484	6 284	4 200
Cost of sales	(1 799)	(1 280)	(519)
General and administrative expenses	(4 936)	(2 505)	(2 431)
Acquisition costs	(87)	(87)	-
PROFIT (LOSS) FROM SALE	3 662	2 412	1 250
Other operating income	935	639	296
Other operating expenses	(921)	(746)	(175)
Profit / loss on sale of all or part of the subordinated units	-	-	-
PROFIT (LOSS) FOR OPERATING ACTIVITIES	3 676	2 305	1 371
Financial income	156	119	37
Financial expenses	(253)	(105)	(148)
Share in profits and losses of units using equity method	-	-	-
PROFIT (LOSS) BEFORE TAX	3 579	2 319	1 260
Income tax	(780)	(547)	(233)
Other tax reduction	-	-	-
PROFIT / (LOSS) FROM CONTINUING OPERATIONS	2 799	1 772	1 027
Profit (loss) from discontinued operations	-	-	-
Profit (loss) from sold operations	-	-	-
PROFIT (LOSS) NET	2 799	1 772	1 027

**Transformation of report on total income for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	TI for 01.01.2009 - 31.12.2009	Data as at 2009-12-31	Alteration
PROFIT (LOSS) NET	5 426	3 776	1 650
Revaluation of financial assets held for sale	-	-	-
Revaluation of fixed assets and WNiP	-	-	-
Cash flow hedges	-	-	-
Differences on translation of business activity	-	-	-
Participation in other income of associates	-	-	-
Effects of incentive program	-	-	-
Revenue from the acquisition / disposal of minority interest	-	-	-
Effects of changes in accounting policies	-	-	-
Errors from previous years	-	-	-
TOTAL OTHER REVENUE	-	-	-
Income tax on other income in total	-	-	-
TOTAL OTHER INCOME AFTER TRANSACTIONS	-	-	-
TOTAL REVENUE	5 426	3 776	1 650

**Transformation of report on total income for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	TI for 01.01.2009 - 30.06.2009	Data as at 2009-06-30	Alteration
PROFIT (LOSS) NET	2 799	1 772	1 027
Revaluation of financial assets held for sale	-	-	-
Revaluation of fixed assets and WNiP	-	-	-
Cash flow hedges	-	-	-
Differences on translation of business activity	-	-	-
Participation in other income of associates	-	-	-
Effects of incentive program	-	-	-
Revenue from the acquisition / disposal of minority interest	-	-	-
Effects of changes in accounting policies	-	-	-
Errors from previous years	-	-	-
TOTAL OTHER REVENUE	-	-	-
Income tax on other income in total	-	-	-
TOTAL OTHER INCOME AFTER TRANSACTIONS	-	-	-
TOTAL REVENUE	2 799	1 772	1 027

**Transformation of report on changes in equity for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	RoCiE for 01.01.2009 - 31.12.2009	Data as at 2009-12- 31	Alteration
EQUITY AT BEGINNING OF PERIOD	59 221	56 914	2 307
Capital at the beginning of the period	719	719	-
Capital at the end of the period	719	719	-
Unpaid share capital, own shares at beginning of period	(1 859)	(1 859)	-
Acquired own shares	(894)	(894)	-
Unpaid share capital, own shares at end of period	(2 753)	(2 753)	-
Capital reserve from issue of shares at beginning of period	40 831	40 831	-
Capital reserve from issue of shares at end of period	40 831	40 831	-
Capital reserve to retained earnings at beginning of period	171	171	-
Division of financial results	463	63	400
Capital reserve to retained earnings at end of period	634	234	400
Reserves at beginning of period	9 905	9 905	-
Division of financial results	4 513	3 215	1 298
Reserves at end of period	14 418	13 120	1 298
Undivided profit or loss from previous years and other income at beginning of period	8 838	7 147	1 691
Effects of changes in accounting policies	246	227	19
Results of errors	58	-	58
Dividends paid	(3 530)	(3 530)	-
Transfer to other equity items	(4 495)	(3 278)	(1 217)
Corrections concerning RADPOL Elektroporcelana S.A.	(531)	-	(531)
Undivided profit or loss from previous years and other income at end of period	586	566	20
The net result of the financial year	5 331	3 776	1 555
Minority interests at beginning of financial year	616	-	616
Result attributable to minority shareholders	(95)	-	(95)
Other capital attributable to minority shareholders	(521)	-	(521)
Minority interests at the end of the year	-	-	-
EQUITY AT END OF PERIOD	59 765	56 493	3 272

**Transformation of report on changes in equity for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	RoCiE for 01.01.2009 - 30.06.2009	Data as at 2009-06-30	Alteration
EQUITY AT BEGINNING OF PERIOD	59 221	56 914	2 307
Capital at the beginning of the period	719	719	-
Capital at the end of the period	719	719	-

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Unpaid share capital, own shares at beginning of period	(1 859)	(1 859)	-
Acquired own shares	(514)	(514)	-
Unpaid share capital, own shares at end of period	(2 373)	(2 373)	-
Capital reserve from issue of shares at beginning of period	40 831	40 831	-
Capital reserve from issue of shares at end of period	40 831	40 831	-
Capital reserve to retained earnings at beginning of period	171	171	-
Division of financial results	463	63	400
Capital reserve to retained earnings at end of period	634	234	400
Reserves at beginning of period	9 905	9 905	-
Division of financial results	4 513	3 214	1 299
Reserves at end of period	14 418	13 119	1 299
Undivided profit or loss from previous years and other income at beginning of period	8 838	7 147	1 691
Effects of changes in accounting policies	132	152	(20)
Results of errors	58	-	58
Dividends paid	(3 530)	(3 530)	-
Transfer to other equity items	(4 495)	(3 278)	(1 217)
Corrections concerning RADPOL Elektroporcelana S.A.	(493)	-	(493)
Undivided profit or loss from previous years and other income at end of period	510	491	19
The net result of the financial year	2 734	1 772	962
Minority interests at beginning of financial year	616	-	616
Result attributable to minority shareholders	65	-	65
Other capital attributable to minority shareholders	(289)	-	(289)
Minority interests at the end of the year	392	-	392
EQUITY AT END OF PERIOD	57 864	54 793	3 071

**Transformation of report on cash flows for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	RoCF for 01.01.2009 - 31.12.2009	Data as at 2009-12-31	Alteration
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit (loss) net	5 426	3 776	1 650
Total adjustments	(81)	702	(783)
Depreciation	4 406	3 730	676
Gains (losses) from exchange differences	102	(5)	107
Interest and participation in profits (dividends)	448	221	227
Profit (loss) from investment activities	(324)	(114)	(210)
Change in reserves	285	328	(43)
Change in stocks	1 652	2 091	(439)
Change in receivables	(65)	(578)	513
Change in liabilities	(4 168)	(2 332)	(1 836)
Change in accruals	(469)	(737)	268
Income tax on profit before tax	(578)	(1 011)	433

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Income tax paid	(888)	(571)	(317)
Other adjustments	(482)	(320)	(162)
Net cash flows from operating activities	5 345	4 478	867
CASH FLOWS FROM INVESTING ACTIVITY			
Expenditure on acquisition of intangible assets	(22)	(22)	-
Expenditure on acquisition of tangible fixed assets	(5 148)	(5 043)	(105)
Proceeds from the sale of tangible fixed assets	2 030	1 780	250
Expenditure on acquisition of assets available for sale	(826)	(826)	-
Loans granted	-	-	-
Repayment of loans obtained	35	35	-
Net cash flows from investing activities	(3 931)	(4 076)	(3 931)
CASH FLOWS FROM FINANCIAL ACTIVITY			
Purchase of own shares	(894)	(894)	-
Proceeds from borrowing loans and advances	5 794	2 794	3 000
Repayment of loans	(4 241)	(428)	(3 813)
Repayment of finance lease liabilities	(31)	-	(31)
Dividends paid	(3 530)	(3 530)	-
Interest paid	(222)	(222)	-
Grants received	18	18	-
Other financial expenses	(227)	-	(227)
Net cash flows from financing activities	(3 333)	(2 262)	(1 071)
Total net cash flow	(1 919)	(1 860)	(59)
BALANCE SHEET MOVEMENTS IN CASH	(1 913)	(1 855)	(58)
- Including changes of equity due to exchange rate	(6)	(5)	(1)
CASH AT BEGINNING OF PERIOD	7 443	6 867	576
CASH AT END OF PERIOD (F / - D)	5 524	5 007	517
- including those of reduced availability	158	151	7

**Transformation of report on cash flows for 01.01.2009 – 30.06.2009
in connection with the merger**

Details	RoCF for: 01.01.2009 - 30.06.2009	Data as at 2009-06-30	Alteration
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit (loss) net	2 799	1 772	1 027
Total adjustments	(3 851)	(2 883)	(968)
Depreciation	2 156	1 828	328
Gains (losses) from exchange differences	9	-	9
Interest and participation in profits (dividends)	225	95	130
Profit (loss) from investment activities	(3)	(3)	-
Change in reserves	145	91	54
Change in stocks	16	229	(213)
Change in receivables	(3 511)	(3 314)	(197)
Change in liabilities	(3 178)	(1 808)	(1 370)
Change in accruals	(380)	(580)	200
Income tax on profit before tax	780	547	233
Income tax paid	(201)	(110)	(91)

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Other adjustments	91	142	(51)
Net cash flows from operating activities	(1 052)	(1 111)	59
CASH FLOWS FROM INVESTING ACTIVITY			
Expenditure on acquisition of intangible assets	-	-	-
Expenditure on acquisition of tangible fixed assets	(2 845)	(2 788)	(57)
Proceeds from the sale of tangible fixed assets	5	5	-
Expenditure on acquisition of assets available for sale	(173)	(173)	-
Loans granted	-	-	-
Repayment of loans obtained	21	21	-
Net cash flows from investing activities	(2 992)	(2 935)	(57)
CASH FLOWS FROM FINANCIAL ACTIVITY			
Purchase of own shares	(515)	(515)	-
Proceeds from borrowing loans and advances	1 848	1 848	-
Repayment of loans	(358)	(100)	(258)
Repayment of finance lease liabilities	(13)	-	(13)
Dividends paid	(3 476)	(3 476)	-
Interest paid	(225)	(95)	(130)
Grants received	10	10	-
Other financial expenses	-	-	-
Net cash flows from financing activities	(2 729)	(2 328)	(401)
Total net cash flow	(6 773)	(6 374)	(399)
BALANCE SHEET MOVEMENTS IN CASH	(6 773)	(6 375)	(398)
- Including changes of equity due to exchange rate	(2)	(1)	(1)
CASH AT BEGINNING OF PERIOD	7 443	6 867	576
CASH AT END OF PERIOD (F / + D)	670	493	177
- with reduced availability	226	165	61

Statement of financial position

	RADPOL S.A. Book value	RADPOL Elektroporc elana S.A. Book value	RADPOL S.A. + RADPOL El. Book value	Merger costs	RADPOL S.A. After merger
ASSETS	01.06.2010	01.06.2010	01.06.2010	01.06.2010	01.06.2010
ASSETS	79 911	4 093	84 004	-7 329	76 675
Tangible fixed assets	42 457	3 692	46 149		46 149
Investment properties			0		0
Intangible assets	624	273	897		897
Goodwill			0	59	59
Shares	35 319		35 319	-7 388	27 931
- Including investments accounted for using the equity method			0		0
Long-term receivables			0		0
Other long-term financial assets			0		0
Deferred income tax	443	112	555		555
Other fixed assets	1 069	16	1 085		1 085
ASSETS	23 119	7 556	30 675	-31	30 644

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Stocks	9 226	3 772	12 998		12 998
Claims for supplies and services	10 534	2 764	13 298	-31	13 267
Claims arising from the current income tax	0		0		0
Other receivables	279	56	335		335
Other financial assets	2		2		2
Cash and cash equivalents	2 833	804	3 637		3 637
Accruals	244	160	404		404
ASSETS CLASSIFIED AS HELD FOR SALE	0	0	0	0	0
Tangible fixed assets held for sale		0	0		0
Other assets classified as held for sale		0	0		0
TOTAL ASSETS	103 030	11 649	114 679	-7 360	107 319
LIABILITIES	01.06.2010	01.06.2010	01.06.2010	01.06.2010	01.06.2010
CAPITAL (FUND)	54 898	7 127	62 025	-7 329	54 696
Equity attributable to equity holders of the parent	54 898	7 127	62 025	-7 329	54 696
Core capital	771	2 200,00	2 970,73	-2 200,00	770,73
Share capital and treasury shares	-2 764		-2 764	0	-2 764
Reserve capital from share issue	40 819		40 819	0	40 819
Supplementary capital from retained earnings	417	735,00	1 152		1 152
Capital reserve additional payments			0	0	0
Capital revaluation reserve incentive program			0	0	0
Revaluation reserve			0	-4 118	-4 118
Reserve	13 120	3 780,00	16 900		16 900
Capital for hedge accounting			0	0	0
Currency translation differences related entities			0	0	0
Retained earnings from previous years	604		604	-1 011	-407
Profit (loss) attributable to equity shareholders of the financial year of the parent company	1 933	412	2 345		2 345
SHAREHOLDERS 'EQUITY AND MINORITY SHAREHOLDERS			0		0
LONG-TERM LIABILITIES	19 534	917	20 451	0	20 451
Deferred income tax	824	111,00	935	0	935
Provision for pensions and similar benefits	426	216,00	642		642
- Including long-term	306	179,00	485		485
Other reserves			0		0
- Including long-term			0		0
Interest-bearing loans and borrowings	18 284	542,00	18 826		18 826
Other financial liabilities		48,00	48		48
Other long term liabilities			0		0
CURRENT LIABILITIES	28 598	3 605	32 203	-31	32 172
Loans and advances	2 814	1 274,00	4 088		4 088
Other financial liabilities		12,00	12		12
Liabilities from deliveries and services	3 913	1 597,00	5 510	-31	5 479
Liabilities for current income tax	139	-91,00	48		48

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Other liabilities	16 129	813,00	16 942		16 942
Deferred income	5 603		5 603,49		5 603,49
LIABILITIES CLASSIFIED AS HELD FOR SALE			0,00		0,00
TOTAL LIABILITIES	103 030	11 649	114 679	-7 360	107 319

Profit and loss account

	RADPOL S.A.	RADPOL Elektroporc elana S.A.	RADPOL S.A. + RADPOL El.	Merger corrections	RADPOL S.A. After merger
Profit and loss account	Book value	Book value			
	For period 01.01.2010 - 01.06.2010	For period 01.01.2010 - 01.06.2010	For period 01.01.2010 - 01.06.2010	For period 01.01.2010 - 01.06.2010	For period 01.01.2010 - 01.06.2010
Revenues from sales of products, goods and materials	15 542	7 142,00	22 684,19		22 684,19
Cost of products, goods and materials sold	-9 562	-4 895,00	-14 457,10		-14 457,10
PROFIT (LOSS) FROM THE GROSS SALES	5 980	2 247	8 227	0	8 227
Cost of sales	-1 116	-460,00	-1 575,70		-1 575,70
General and administrative expenses	-2 120	-1 180,00	-3 299,95		-3 299,95
Acquisition costs	-64		-63,59		-63,59
PROFIT (LOSS) FROM SALE	2 681	607	3 288	0	3 288
Profit on sale of shares in associated companies			0,00		0,00
Result on disposal and revaluation of financial assets at fair value through profit and loss account			0,00		0,00
Result on disposal and revaluation of investment properties to fair values			0,00		0,00
Amortisation of negative / (positive) goodwill			0,00		0,00
Other operating income	118	145,00	262,53		262,53
Other operating expenses	-107	-153,00	-259,74		-259,74
PROFIT (LOSS) FOR OPERATING ACTIVITIES	2 692	599,00	3 290,64	0,00	3 290,64
Financial income	58	3,00	61,40		61,40
Financial expenses	-390	-83,00	-473,47		-473,47
Share in profits and losses of units using equity method			0,00		0,00
PROFIT (LOSS) BEFORE TAX	2 360	519	2 879	0	2 879
Income tax	-327	-94,00	-421,40		-421,40
Other tax reduction	-99	-13,00	-112,28		-112,28
PROFIT / (LOSS) FROM CONTINUING OPERATIONS	1 933	412	2 345	0	2 345
Profit (loss) from discontinued operations			0,00		0,00
Profit (loss) from sold operations			0,00		0,00
PROFIT (LOSS) NET	1 933	412	2 345	0	2 345

13. Seasonality of the business activities of the Company

The Company is due to the seasonal nature of activities carried out by the public. Continuous expansion of product offerings has a positive effect on reducing this phenomenon. In 2010 due to the extended winter period, which affects the performance

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of external works associated with the assembly and heating of grids, there were approximately monthly cycle delay compared to last year.

14. Segment information

The basic distribution pattern of reporting is based on the Company's business segments and geographical segments. Organization and management of the Company are held by segments, taking into account the nature of the products and services. Each segment represents a strategic business unit offering other products and services.

For the purposes of reporting, such business segments were described:

- cable accessories,
- heat-shrinkable equipment,
- conductors,
- electrical porcelain,

Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	Others	Total
	01.01.2010	01.01.2010	01.01.2010	01.01.2010	01.01.2010	01.01.2010
	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010
External revenue	3 509	11 846	3 694	8 568	658	28 275
Including:						
- Revenues from sales of products, goods	3 773	12 273	3 832	8 594	379	28 851
- commercial bonuses	(264)	(427)	(138)	(26)	-	(855)
- Grants	-	-	-	-	279	279
Cost of products and materials sold	(2 339)	(6 397)	(3 365)	(6 035)	(238)	(18 374)
Segment results in gross sales	1 170	5 449	329	2 533	420	9 901
Cost of sales	-	-	-	-	(1 860)	(1 860)
General and administrative expenses	-	-	-	-	(3 864)	(3 864)
Acquisition costs	-	-	-	-	(64)	(64)
Profit from sales	1 170	5 449	329	2 533	(5 368)	4 113
Other operating income	-	-	-	-	1 335	1 335
Other operating expenses	-	-	-	-	(536)	(536)
Profit from operations	1 170	5 449	329	2 533	(4 569)	4 912
Financial income	-	-	-	-	58	58
Financial expenses	-	-	-	-	(629)	(629)
Profit before tax	1 170	5 449	329	2 533	(5 140)	4 341
Corporate income tax	-	-	-	-	(409)	(409)
Net profit	1 170	5 449	329	2 533	(5 549)	3 932

RADPOL SA Group Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	Others	Total
	01.01.2009	01.01.2009	01.01.2009	01.01.2009	01.01.2009	01.01.2009
	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009
External revenue	6 799	20 409	6 255	17 933	1 136	52 532
Including:						
- Revenues from sales of products, goods	7 183	21 051	6 443	17 960	460	53 097
- commercial bonuses	(384)	(642)	(188)	(27)	-	(1 241)
- Grants	-	-	-	-	676	676
Cost of products and materials sold	(4 698)	(11 231)	(6 283)	(10 871)	(263)	(33 346)
Segment results in gross sales	2 101	9 178	(28)	7 062	873	19 186
Cost of sales	-	-	-	-	(3 746)	(3 746)
General and administrative expenses	-	-	-	-	(8 750)	(8 750)
Acquisition costs	-	-	-	-	(303)	(303)

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Profit from sales	2 101	9 178	(28)	7 062	(11 623)	6 387
Other operating income	-	-	-	-	2 150	2 150
Other operating expenses	-	-	-	-	(1 235)	(1 235)
Profit from operations	2 101	9 178	(28)	7 062	(10 708)	7 302
Financial income	-	-	-	-	116	116
Financial expenses	-	-	-	-	(548)	(548)
Profit before tax	2 101	9 178	(28)	7 062	(11 140)	6 870
Corporate income tax	-	-	-	-	(1 444)	(1 444)
Net profit	2 101	9 178	(28)	7 062	(12 584)	5 426

Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	Others	Total
	01.01.2009 - 30.06.2009	01.01.2009 - 30.06.2009	01.01.2009 - 30.06.2009	01.01.2009 - 30.06.2009	01.01.2009 - 30.06.2009	01.01.2009 - 30.06.2009
External revenue	3 296	9 831	2 831	9 337	643	25 938
Including:						
- Revenues from sales of products, goods	3 464	10 133	2 912	9 346	304	26 159
- commercial bonuses	(168)	(302)	(81)	(9)	-	(560)
- Grants	-	-	-	-	339	339
Cost of products and materials sold	(2 365)	(4 814)	(2 946)	(5 131)	(198)	(15 454)
Segment results in gross sales	931	5 017	(115)	4 206	445	10 484
Cost of sales	-	-	-	-	(1 799)	(1 799)
General and administrative expenses	-	-	-	-	(4 936)	(4 936)
Acquisition costs	-	-	-	-	(87)	(87)
Profit from sales	931	5 017	(115)	4 206	(6 377)	3 662
Other operating income	-	-	-	-	935	935
Other operating expenses	-	-	-	-	(921)	(921)
Profit from operations	931	5 017	(115)	4 206	(6 363)	3 676
Financial income	-	-	-	-	156	156
Financial expenses	-	-	-	-	(253)	(253)
Profit before tax	931	5 017	(115)	4 206	(6 460)	3 579
Corporate income tax	-	-	-	-	(780)	(780)
Net profit	931	5 017	(115)	4 206	(7 240)	2 799

Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	Others	Total
	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010	30.06.2010
Segment assets	6 925	37 010	1 918	11 655	52 282	109 790
Liabilities and reserves	-	-	-	-	37 660	37 660
Expenditure on tangible assets	-	2 618	-	-	117	2 735
Depreciation	169	1 224	124	186	430	2 133
Impairment	367	710	102	251	1 116	2 546
Reversal of impairment	33	27	8	134	158	360

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Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	Others	Total
	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009	31.12.2009
Segment assets	6 372	36 642	1 808	12 987	23 992	81 801
Liabilities and reserves	-	-	-	-	22 036	22 036
Expenditure on tangible assets	55	2 503	38	105	311	3 012
Depreciation	327	2 380	328	676	695	4 406
Impairment	386	567	84	433	1 266	2 736
Reversal of impairment	-	-	-	-	58	58

Trade segments - income and costs	Cable accessories	Heat-shrinkable equipment	Power cables	Electrical porcelain	Others	Total
	30.06.2009	30.06.2009	30.06.2009	30.06.2009	30.06.2009	30.06.2009
Segment assets	7 104	38 475	2 199	13 515	21 937	83 230
Liabilities and reserves	-	-	-	-	25 366	25 366
Expenditure on tangible assets	15	3 749	1	188	660	4 613
Depreciation	161	1 173	140	328	354	2 156
Impairment	348	507	80	364	1 251	2 550
Reversal of impairment	206	248	3	-	-	457

Division by geographical segments is carried out based on the geographical location of customers. A distribution of geographical segments by achieved revenue from domestic customers and the revenues from customers located outside the country is the key mechanics of choice.

Geographical segments - criteria for clients' localization	Segment income		
	01.01.2010 - 30.06.2010	01.01.2009 - 31.12.2009	01.01.2009 - 30.06.2009
Domestic sales	21 336	39 879	18 701
Export sales	6 939	12 653	7 237
Total	28 275	52 532	25 938

15. Recognition of incentive program

On February 13, 2007 Board of RADPOL SA, pursuant to resolutions of the General Meeting of Shareholders No 11/II/2007 dated 13 February 2007, agreed on the following conditions of incentive scheme for employees of the Company:

1. The incentive scheme was included in the Issuer's Management Board members, ie Andrzej Sielski entitled to purchase 264.774 Subscription Warrants and Grzegorz Malczyk entitled to purchase 264. Subscription Warrants,
2. Incentive program will be continued over the next 3 years
3. condition of acquiring the right to receive shares of the Company is acting as a member of the board of the Issuer for a period of at least 6 months in the last 12 months before determining entitlement to series C shares
4. on the right to determine the C shares will be a day for 1 year after the first quotation of the Company on the Stock Exchange SA in the first year of the Incentive Scheme and 2 or 3 years after the first quotation of the Company on the Stock Exchange SA in the second and third year of the incentive scheme,
5. the above-mentioned day of establishing the right of series C shares will be calculated on the number of C shares to cover the program - the number will be multiplied by the number of complete months served on the board in the last twelve months before the right to determine the number of shares and 7354 - if a participant of the program will perform the function for the full twelve months, they will be entitled to subscribe for 88.258 shares series C

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6. Series C shares will be placed at an issue price equal to the issue price of Series B shares, not less than 5.67 PLN.

In accordance with IFRS 2 Share-based Payment 'own' the fair value of equity instruments granted (in this case the Subscription Warrants) shall be valued at grant date (ie, days binding determine the conditions of the program - in this case, February 13, 2007) and gradually during the vesting period (in this case over 3 years) by authorized persons (in this case members of the Board) increase the value of equity and simultaneously charged to pay. In this report, the Capital Group recognized an increase in equity and burden costs for launched incentive program.

16. Information on purchase of own shares

On 21 April 2008, the General Assembly passed a resolution authorizing the Board of RADPOL SA to acquire its own shares for redemption. The content of this resolution was amended by the AGM on 21.04.2009. Under the buyback program the Company will acquire not more than 2,371,209 own shares for a total amount not exceeding 14,227,254.00 PLN. Acquired own shares will give the right to do no more than 9.90% of total votes at the meeting. Implementation of the share buyback program will be completed no later than on 31 December 2011 or depletion of resources allocated for their purchase.

Until 30.06.2009 RADPOL SA acquired a total of 500.884 own shares, representing 1,95% of the share capital and conferring the right to 500.884 votes at a general meeting RADPOL SA (1,95% of total votes). On 19 February 2010 at the Extraordinary General Meeting of RADPOL SA passed a resolution on redemption of 500,884 shares of the Company and on share capital reduction by the amount of 15,026.52 zł and on amendments to the Statute of the Issuer by aligning the markings of the existing shares of the Company - Series A and B by extending the existing series A shares and one series B of A.

On 10 May 2010 announcement of the Company for redemption of shares and share capital reduction appeared in Court and Commercial Gazette No. 89, item. 5553.

Information about the event was provided by the Issuer's current report no 25/2010 dated 11 May 2010.

17. Dividends paid and proposed to pay

On 20 April 2010 Ordinary General Meeting of RADPOL SA passed a resolution No. 15 on the distribution of profit for the fiscal year 2009. According to the resolution of the net income was allocated to:

- The amount of 3,592,741.50 PLN for the dividend to shareholders, which is 0.15 PLN per share,
- The amount of 183.033,51 PLN on the capital reserve

Day of determining entitlement to a dividend is at 17 May 2010, the date of dividend payment on June 9, 2010.

A total of 25.691.088 shares was paid in respect of 23.450.726 shares, due to:

- 1,739,478 series D shares, which, in accordance with paragraph 1 point. 4. Resolution No. 2 of the Extraordinary General Meeting of Shareholders of RADPOL SA of 19 February 2010 on the Company's share capital increase by issuing new series D shares, depriving existing shareholders of pre-emptive rights to series D shares in its entirety, and making amendments to the Statute of the Company, as well as on authorization to apply for admission and the introduction of series D shares on the regulated market, participating in the dividend from the profit-sharing payments for the year 2010, ie from 1 January 2010,
- 500,884 shares represents shares purchased for redemption in respect of which the dividend was not the application of Article. 364 par. 2 of the CCC.

18. Lawsuits

On 30 June 2010 there were no lawsuits initiated before a court or public administration authorities concerning obligations or receivables of RADPOL SA, totaling a minimum of 10 equity values of RADPOL SA.

19. Changes in accounting policy and errors found in previous years and their impact on financial results and equity

Not applicable.

20. Tangible assets

Tangible assets	Status on 30.06.2 010	Status on 31.12.2 009	Status on 30.06.20 09
Land		-	-
The right to perpetual usufruct of land	1 693	1 693	1 773
Buildings and structures	20 391	20 437	20 914
Plant and machinery	22 533	22 797	22 606
Means of transport	1 084	1 221	1 328
Other fixed assets	2 612	2 726	2 533

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Fixed assets under construction	2 735	2 941	4 613
TANGIBLE FIXED ASSETS TOTAL:	51 048	51 815	53 767

Tangible fixed assets in period 01.01.2010 - 30.06.2010	The right to perpetual usufruct of land	Buildings and structures	Plant and machinery	Means of transport	Other fixed assets	Fixed assets under construction
Gross carrying amount at beginning of period	1 693	23 571	39 481	2 345	3 643	3 206
Adoption of fixed assets under construction	-	239	956	64	38	-
Direct acquisition	-	-	-	-	-	1 091
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	-	(141)	-	-
Decrease due to liquidation	-	-	(185)	(56)	-	-
Transfer to assets held for sale	-	-	-	-	-	(1 297)
Reduction and an increase due to revaluation	-	-	-	-	-	-
Gross carrying amount at end of period	1 693	23 810	40 252	2 212	3 681	3 000
The value of depreciation at beginning of period	-	3 134	16 684	1 124	917	-
Increase in depreciation for the period	-	285	1 220	184	152	-
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	-	(141)	-	-
Decrease due to liquidation	-	-	(185)	(39)	-	-
Transfer to assets held for sale	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-
The value of depreciation at end of period	-	3 419	17 719	1 128	1 069	-
The value of write-downs at beginning of period	-	-	-	-	-	265
Additions during the period	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-
Solution of deductions	-	-	-	-	-	-
The value of write-downs at end of period	-	-	-	-	-	265
Net value at end of period	1 693	20 391	22 533	1 084	2 612	2 735

Tangible fixed assets in period 01.01.2009 - 30.06.2009	The right to perpetual usufruct of land	Buildings and structures	Plant and machinery	Means of transport	Other fixed assets	Fixed assets under construction
Gross carrying amount at beginning of period	1 773	23 947	37 717	2 218	3 252	2 606
Adoption of fixed assets under construction	-	174	3 963	189	410	-
Direct acquisition	-	-	-	-	-	5 320
Reclassifications	-	9	-	-	-	-

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Decrease due to sales	-	-	-	-	-	(4 499)
Decrease due to liquidation	-	(436)	(12)	-	-	(218)
Transfer to assets held for sale	(80)	(108)	(45)	(62)	-	-
Reduction and an increase due to revaluation	-	(15)	(2 142)	-	(19)	(3)
Gross carrying amount at end of period	1 693	23 571	39 481	2 345	3 643	3 206
The value of depreciation at beginning of period	-	2 960	13 943	795	628	-
Increase in depreciation for the period	-	355	3 096	370	308	-
Reclassifications	-	(126)	(12)	-	-	-
Decrease due to sales	-	(44)	(44)	(41)	-	-
Decrease due to liquidation	-	(11)	(299)	-	(19)	-
Transfer to assets held for sale	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-
The value of depreciation at end of period	-	3 134	16 684	1 124	917	-
The value of write-downs at beginning of period	-	-	-	-	-	265
Additions during the period	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-
Solution of deductions	-	-	-	-	-	-
The value of write-downs at end of period	-	-	-	-	-	265
Net value at end of period	1 693	20 437	22 797	1 221	2 726	2 941

Tangible fixed assets in period 01.01.2009 - 30.06.2009	The right to perpetual usufruct of land	Buildings and structures	Plant and machinery	Means of transport	Other fixed assets	Fixed assets under construction
Gross carrying amount at beginning of period	1 773	23 947	37 717	2 218	3 252	2 606
Adoption of fixed assets under construction	-	-	-	-	-	2 272
Direct acquisition	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-
Gross carrying amount at end of period	1 773	23 947	37 717	2 218	3 252	4 878
The value of depreciation at beginning of period	-	2 960	13 943	795	628	-
Increase in depreciation for the period	-	82	1 269	95	111	-
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	(11)	-	-	-
Decrease due to liquidation	-	(9)	(90)	-	(20)	-

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Transfer to assets held for sale	-	-	-	-	-	-
Reduction and an increase due to revaluation	-	-	-	-	-	-
The value of depreciation at end of period	-	3 033	15 111	890	719	-
The value of write-downs at beginning of period	-	-	-	-	-	265
Additions during the period	-	-	-	-	-	-
Reclassifications	-	-	-	-	-	-
Decrease due to sales	-	-	-	-	-	-
Decrease due to liquidation	-	-	-	-	-	-
Transfer to assets held for sale	-	-	-	-	-	-
Solution of deductions	-	-	-	-	-	-
The value of write-downs at end of period	-	-	-	-	-	265
Net value at end of period	1 773	20 914	22 606	1 328	2 533	4 613

21. Intangible assets

Intangible assets	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Patents and licenses	394	451	501
Development costs	479	553	628
Other intangible assets		14	23
Intangible assets total:	873	1 018	1 152

Intangible assets in period 01.01.2010 - 30.06.2010	Patents and licenses	Development costs	Other intangible assets
Gross carrying amount at beginning of period	908	924	115
Acquisition	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
Gross carrying amount at end of period	908	924	115
The value of depreciation at beginning of period	457	371	101
Increase in depreciation for the period	57	74	14
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
The value of depreciation at end of period	514	445	115
The value of write-downs at beginning of period	-	-	-
Additions during the period	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-

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Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Solution deductions	-	-	-
The value of write-downs at end of period	-	-	-
Net value at end of period	394	479	-

Intangible assets in period 01.01.2009 - 30.06.2009	Patents and licenses	Development costs	Other intangible assets
Gross carrying amount at beginning of period	886	924	115
Acquisition	22	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
Gross carrying amount at end of period	908	924	115
The value of depreciation at beginning of period	315	222	82
Increase in depreciation for the period	142	149	19
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
The value of depreciation at end of period	457	371	101
The value of write-downs at beginning of period	-	-	-
Additions during the period	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Solution deductions	-	-	-
The value of write-downs at end of period	-	-	-
Net value at end of period	451	553	14

Intangible assets in period 01.01.2009 - 30.06.2009	Patents and licenses	Development costs	Other intangible assets
Gross carrying amount at beginning of period	886	924	115
Acquisition	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
Gross carrying amount at end of period	886	924	115

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The value of depreciation at beginning of period	315	222	82
Increase in depreciation for the period	70	74	10
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Reduction and an increase due to revaluation	-	-	-
The value of depreciation at end of period	385	296	92
The value of write-downs at beginning of period	-	-	-
Additions during the period	-	-	-
Reclassifications	-	-	-
Decrease due to sales	-	-	-
Decrease due to liquidation	-	-	-
Transfer to assets held for sale	-	-	-
Solution deductions	-	-	-
The value of write-downs at end of period	-	-	-
Net value at end of period	501	628	23

22. Goodwill

Goodwill	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
RADPOL Elektroporcelana S.A.	59	-	59	59	-	59	59	-	59
TOTAL GOODWILL:	59	-	59	59	-	59	59	-	59

23. Stocks

Stocks	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
Materials	2 256	(315)	1 941	1 696	(387)	1 309	2 359	(458)	1 901
Semi-finished products and work in progress	3 767	(7)	3 760	3 836	(9)	3 827	3 421	(7)	3 414
Manufactured goods	5 599	(841)	4 758	5 338	(847)	4 491	6 264	(646)	5 618
Goods	1 477	(279)	1 198	1 387	(232)	1 155	1 695	(184)	1 511
Advances in delivery	48		48	51	-	51	2	-	2
Stocks total:	13 147	(1 442)	11 705	12 308	(1 475)	10 833	13 741	(1 295)	12 446

24. Claims

Short-term receivables	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
Claims for supplies and services	15 358	(773)	14 585	10 791	(939)	9 852	14 231	(925)	13 306
Claims arising from the current income tax	-		-	-	-	-	-	-	-

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Receivables from other taxes, customs and social security	54		54	53	-	53	36	-	36
Other receivables	410	(65)	345	342	(56)	286	363	(66)	297
Total claims:	15 822	(838)	14 984	11 186	(995)	10 191	14 630	(991)	13 639

Impairment charges	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Write-downs at beginning of period	995	943	943
Establishment	84	88	66
Solution	(9)	(16)	(3)
Use	(232)	(20)	(15)
CHARGES AT THE END OF THE PERIOD:	838	995	991

25. Other short-term financial assets

Other short-term financial assets	30.06.2010			31.12.2009			30.06.2009		
	Value	Impairment	Carrying value	Value	Impairment	Carrying value	Value	Impairment	Carrying value
Loans granted	2	-	2	-	-	-	14	-	14
Assets held to maturity	-	-	-	-	-	-	-	-	-
Assets available for sale	-	-	-	-	-	-	-	-	-
Assets at fair value through profit and loss account	-	-	-	-	-	-	-	-	-
TOTAL OTHER SHORT-TERM FINANCIAL ASSETS:	2	-	2	-	-	-	14	-	14

26. Cash and cash equivalents

Cash	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Cash	8	13	20
Cash at bank	1 026	5 517	650
Other cash and cash equivalents	-	-	-
TOTAL CASH:	1 034	5 530	670
- Including cash of reduced availability	236	158	226

27. Equity

Major shareholders	Number of shares	Number of votes	Nominal value of shares	Share in capital
Tar Heel Capital R LLC	5 481 029	5 481 029	164 431	21,33%
Grzegorz J. Bielowski	3 031 572	3 031 572	90 947	11,80%
Marcin Wysocki	3 031 572	3 031 572	90 947	11,80%
ING Nationale Nederlanden OFE	1 814 854	1 814 854	54 446	7,06%

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Aviva Investors Poland S.A., including Aviva Inwestors Specjalistyczny Fundusz Inwestycyjny Otwarty 1.303.858 shares and votes (share in capital 5,08%) with nominal value 39.116 pln	1 938 825	1 938 825	58 165	7,55%
BZ WBK AIB AM, including BZ WBK AIB TFI	2 325 679	2 325 679	69 770	9,050%
PKO Towarzystwo Funduszy Inwestycyjnych S.A.	1 452 656	1 452 656	43 580	5,65 %
Other shareholders	6 114 017	6 114 017	183 421	23,80%
Radpol S.A. (own shares)	500 884	500 884	15 027	1,95%
Total:	25 691 088	25 691 088	770 733	100,00%

Earnings per share and diluted earnings per share	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Net profit for the year (in PLN)	3 932	5 426	2 799
Weighted average number of ordinary shares	24 315 660	23 879 752	23 561 587
Earnings per share (in PLN)	0,16	0,23	0,12
The weighted average expected number of ordinary shares	24 315 660	23 879 752	23 561 587
Diluted earnings per ordinary share (in PLN)	0,16	0,23	0,12

Earnings per share are determined by dividing the profit and the weighted average number of ordinary shares in accordance with IAS 33. The difference between the value of existing ordinary shares at the end of the period and the weighted average number of shares results from the purchase of own shares for redemption.

Company under the incentive scheme is required to issue warrants, entitling to subscribe for shares at a price of 6.80 PLN. Since the warrants exercise higher price than the average market price of shares of Radpol SA in 2008, the warrants are with anti-dilutive effect and are not included in the calculation of diluted earnings per share.

Book value per share and diluted book value per share	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Book value	72 130	59 765	57 864
Weighted average number of ordinary shares	24 315 660	23 879 752	23 561 587
Book value per share (in PLN)	2,97	2,50	2,46
The weighted average expected number of ordinary shares	24 315 660	23 879 752	23 561 587
Diluted book value per ordinary share (in PLN)	2,97	2,50	2,46

Book value per share are determined as the ratio of equity and the number of ordinary shares existing at the end of the period taking into account the own shares purchased to redemption.

28. Loans and advances

Loans and advances at the end of the reporting period	The value of credit	Balance	Currency	Interest rate	Date of repayment
Long-term					
PKO BP S.A.	16 500	14 500	PLN	WIBOR 3M + margin 2,5 p.p.	31.12.2016
Technological loan at BGK *	6 676	2 955	PLN	WIBOR 3M + margin 2,2 p.p.	30.09.2013
Total long-term loans	23 176	17 455	-		-
Short-term					
PKO BP S.A.	16 500	2 000	PLN	WIBOR 3M + margin 2,5 p.p.	30.06.2011
Technological loan at BGK *	6 676	808	PLN	WIBOR 3M + margin 2,2 p.p.	30.06.2011

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Deutsche Bank	1 500	1 000	PLN	WIBOR1m+2,5pt	30.06.2011
Deutsche Bank	1 000	292	PLN	WIBOR1m+1,5pt	31.01.2011
Bank Spółdzielczy	500	415	PLN	variables of the contract amounted to 8.9%	27.01.2011
Bank Spółdzielczy	100	17	PLN	variables of the contract amounted to 8.9%	15.10.2010
Bank Handlowy in Warsaw S.A.	1 000	-	PLN	WIBOR + 1,5p.p.	23.05.2011
Total short-term loans	26 276	4 532	-	-	-

* redemption of loan in 2010 amounted to 834 thousand. zł and was charged to other operating income

Loans and advances as at 31.12.2009	The value of credit	Balance	Currency	Interest rate	Date of repayment
Long-term					
PKO BP S.A.	6 676	3 612	PLN	WIBOR 3M + margin 2,2 p.p.	30.09.2013
Technological loan at BGK *	1 500	750	PLN	WIBOR1m+2,5pkt	02.07.2012
Total long-term loans	1 000	42	PLN	WIBOR1m+1,5pkt	31.01.2011
Short-term	500	385	PLN	variables of the contract amounted to 8.9%	27.01.2011
PKO BP S.A.	9 676	4 789	-	-	-
Technological loan at BGK *					
Deutsche Bank	6 676	1 113	PLN	WIBOR 3M + margin 2,2 p.p.	do 31.12.2010
Deutsche Bank	1 500	500	PLN	WIBOR1m+2,5pkt	do 31.12.2010
Bank Spółdzielczy	1 000	500	PLN	WIBOR1m+1,5pkt	do 31.12.2010
Bank Spółdzielczy	500	60	PLN	variables of the contract amounted to 8.9%	do 31.12.2010
Bank Handlowy in Warsaw S.A.	100	42	PLN	variables of the contract amounted to 8.9%	do 31.12.2010
Total short-term loans	9 776	2 215	-	-	-

* redemption of loan in 2009 amounted to 529 thousand. zł and was charged to other operating income

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Loans and advances as at 30.06.2009	The value of credit	Balance	Currency	Interest rate	Date of repayment
Long-term					
Technological loan at BGK	6 676	3 546	PLN	WIBOR 3M + margin 2,2 p.p.	30.09.2013
Deutsche Bank	1 500	1 000	PLN	WIBOR 1m+2,5pt	02-07-2012
Deutsche Bank	1 000	291	PLN	WIBOR 1m+1,5pt	31.01.2011
Bank Spółdzielczy	500	415	PLN	variables of the contract amounted to 8.9%	27.01.2011
Bank Spółdzielczy	100	17	PLN	variables of the contract amounted to 8.9%	15.10.2010
Total long-term loans	9 776	5 269	-	-	-
Short-term					
Technological loan at BGK	6 676	1 091	PLN	WIBOR 3M + margin 2,2 p.p.	30.06.2010
Deutsche Bank	-	500	PLN	WIBOR 1m+2,5pkt	30.06.2010
Deutsche Bank	-	500	PLN	WIBOR 1m+1,5pkt	30.06.2010
Bank Spółdzielczy	-	60	PLN	variables of the contract amounted to 8.9%	30.06.2010
Bank Spółdzielczy	-	50	PLN	variables of the contract amounted to 8.9%	30.06.2010
Total short-term loans	6 676	2 201	-	-	-

29. Other financial liabilities

Other financial liabilities	Status on 30.06.2010	Status on 31.12.2009	Status on 30.06.2009
Long-term	43	-	-
Liabilities from finance lease	43	-	-
	-	-	-
Short-term	16	13	31
Liabilities from finance lease	16	13	31
	-	-	-

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Financial lease	Aim	Number of agreement	Date of agreement	Maturity date	The value of the leased asset by the contract
Status on 30.06.2010					
Raiffeisen Leasing Poland S.A.	Forklift	N1224U	04.02.2010	31.05.2013	61
Status on 31.12.2009					
Deutsche Leasing Poland S.A.	Forklift	104148	30.01.2007	15.01.2010	66
Status on 30.06.2009					
Europejski Fundusz Leasingowy D/Wrocław	Lathe	2782/Wr/06	30.11.2006	30.09.2009	35
Deutsche Leasing Poland S.A.	Forklift	104148	30.01.2007	15.01.2010	66

30. Income tax

Income tax	For finished period 30.06.2010	For finished period 30.06.2010	For finished period 30.06.2009
Current income tax	615	977	431
Deferred tax	(206)	467	349
TOTAL INCOME TAX	409	1 444	780

31. Related party transactions

Transactions and balances with related parties included in consolidation for the year	As at 30.06.2010	As at 31.12.2009	As at 30.06.2009
Net sales (without PTiU)	2	-	-
Net purchases (without PTiU)	607	-	-
Interest income	-	-	-
Interest expense	-	-	-
Loans granted	-	-	-
Loans received	-	-	-
Short-term receivables	-	-	-
Long-term receivables	-	-	-
Current liabilities	740	-	-
Long-term liabilities	-	-	-

32. Receivables and contingent liabilities (contingent)

Guarantees and sureties granted	As at 30.06.2010	As at 31.12.2009	As at 30.06.2009
To related	-	-	-
warranties and guarantees repayment of loans and advances	-	-	-
guarantees for the proper implementation of contracts	-	-	-
To other	6 996	7 051	6 996
warranties and guarantees of repayment of loans and advances	-	-	-
guarantees for the proper implementation of contracts	6 996	7 051	6 996
Other guarantees and commitments	-	-	-
TOTAL SURETY AND GUARANTEES GRANTED	6 996	7 051	6 996

Under the heading "guarantees for the proper performance of contracts" promissory notes were provided to secure the implementation of the grant agreements.

33. Financial Instruments

Financial Instruments	As at 30.06.2010	As at 31.12.2009	As at 30.06.2009
Financial assets	16 020	15 721	14 323
Assets at fair value through profit or loss	-	-	-
Loans and receivables measured at amortized cost	2	-	14
Receivables valued at face value	14 984	10 191	13 639
Assets held to maturity		-	-
Assets available for sale		-	-
Cash and cash equivalents	1 034	5 530	670
Financial liabilities	41 490	13 458	17 087
Liabilities at fair value through profit or loss	-	-	-
Liabilities at amortized cost	22 046	7 017	7 501
Trade commitments valued at face value	7 677	6 441	9 586

34. The differences between the information disclosed in the financial statements, previously drawn up and published financial reports

See note 49.1

35. Events after balance sheet date

In accordance with IAS 10, the events after the balance sheet date include all events that occurred after the balance sheet until the financial statements publication.

After the balance sheet date there were no significant events that should be included in the consolidated financial statements.

11 August 2010

date

signature of the person responsible for
conducting the accounts

the signature of the director of the unit