

**RADPOL SA  
CAPITAL GROUP**

**OPINION AND REPORT OF INDEPENDENT AUDITOR  
ON THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31ST, 2010**

## INDEPENDENT AUDITOR'S REPORT

### To the Shareholders of RADPOL SA

We have audited the accompanying consolidated financial statements of RADPOL SA Capital Group, which the parent company is RADPOL SA (hereinafter referred to as "the Parent Company"), headquartered in Czulchow, ul. Batorego 14, which consists of: consolidated statement of financial position as at 31 December 2010, the consolidated profit and loss account, consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows for the period from 1 January 2010 to 31 December 2010 and explanatory notes to the consolidated financial statements as at 31 December 2010.

For preparation in accordance with the provisions of the consolidated financial statements and report on the activities of the Group, the Board of the Parent Company is responsible.

Head of the Parent Company and the members of the Supervisory Board are obliged to ensure that the consolidated financial statements and statements of the Group's activities comply with the requirements provided for in the Act of 29 September 1994 (Journal of Laws of 2009 No. 152, item. 1223, as amended), hereinafter "the Law on Accounting."

Our responsibility is to express an opinion on compliance with the demanding application of principles (policy) of accounts of the Group's consolidated financial statements and whether it fairly and clearly presents, in all material respects, the financial position as well as the financial results of the Group.

The consolidated financial statements is prepared in accordance with the provisions of:

- Chapter 7 of the Accounting Act
- national auditing standards issued by the National Council of Certified Accountants.

Our audit was planned and conducted in such a way as to obtain a reasonable basis for expressing an opinion thereon. In particular, the study included examining the accuracy of the Parent Company and its subsidiary rules (policies) and examination - mostly on a random basis - the amounts and disclosures in the consolidated financial statements and evaluating the overall consolidated financial statements.

We believe that our audit provides a reasonable basis for our opinion.

In 2008, the Parent Company received a technology loan for the purchase of assets. After fulfilling the conditions specified in the contract, the credit is remitted regularly. Subsequently redeemed mortgage at one time was recognized by the company as income at the time of redemption. In our opinion, the loan write-off should be settled the same way as a grant to the assets. In the event of a settlement of this redemption in accordance with IAS 20, net profit disclosed in the Company's financial statements would be lower by 1 049 thousand zł. Until 31 December 2010 the total value of redeemed loan installments amounted to 1 871 thousand zł. Taking into account depreciation and deferred tax equity capital shown in the accompanying consolidated statement of financial position, it should be lower by 1 477 thousand. zł.

In our opinion, except reservations as reported above, the audited consolidated financial statements in all material respects:

- accurately and clearly depict relevant financial position of the Group as at 31 December 2010, as well as its financial results for the year from 1 January 2010 to December 31, 2010,
- have been prepared in accordance with International Accounting Standards, International Financial Reporting Standards, and related interpretations published in the form of European Commission, in the absence of such standards
- are pursuant to the requirements of the Accounting Act and are issued on the basis of the implementing rules
- are consistent both with the contents of the consolidated financial statements, applicable to the Group.

Report on the activities of the Group for the year ended 31 December 2010 is complete in meaning. Paragraph 49. 2 of the Law on Accounting and the information contained therein, derived from the audited consolidated financial statements are consistent with them.

The information contained in the report corresponds with the relevant provisions of the Decree of the Minister of Finance dated 19 February 2009 on the current and periodic information disclosed by issuers of securities and the recognition of the information required by the laws of a non-member state (Journal of Laws No. 33, item 259 with subsequent amendments).

Dariusz Sarnowski

Certified Auditor No. 10200  
The group auditor, the key auditor conducting the audit on behalf of  
HLB Sarnowski & Wiśniewski Sp. z o. o.  
61-478 Poznań, ul. Bluszczowa 7  
Entity authorized to audit  
financial statements  
registration number 2917  
Poznań, 28 February 2011