ABBREVIATED INTERIM CONSOLIDATED

FINANCIAL STATEMENTS

OF THE NG2 S.A. CAPITAL GROUP

FOR THE PERIOD
FROM 1 JANUARY 2012 TO 30 JUNE 2012

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amounts are denominated in PLN '000, unless indicated otherwise

ABBREVIATED INTERIM CONSOLIDATED GLOBAL INCOME STATEMENT

	Note number	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 30 June 2011
Revenue from sale	7	583 016	484 257
Manufacturing cost of products, goods and services sold		(286 569)	(214 359)
Gross earnings from sale		296 447	269 898
Other operating revenue	14	6 476	4 054
Cost of sale		(237 030)	(203 355)
Cost of general management and administration	17	2 408	(8 611)
Other operating cost	14	(9 348)	(6 425)
Profit on operating activity		58 953	55 561
Financial revenue	14	296	207
Financial costs	14	(7 476)	(3 942)
Profit before tax		51 773	51 826
Income tax	12	(6 320)	(10 143)
Net profit		**45 453**	**41 683**
Other global income:			
Currency exchange differences from converting foreign units		(1 085)	402
Total global income		**44 368**	**42 085**
Earnings per share:			
basic and diluted	20	PLN 1.18	PLN 1.09

Due to the lack of minority shareholders, the net profit and global income is divided among the NG2 S.A. shareholders.

amounts are denominated in PLN '000, unless indicated otherwise

ABBREVIATED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL STANDING

	Note number	as on 30 June 2012	as on 31 December 2011	as on 30 June 2011
Non-current assets				
Intangible assets	9	7 161	6 745	3 573
Tangible fixed assets	8	345 643	331 854	294 908
Long-term receivables		1 804	3 472	84
Deferred tax assets	13	24 753	25 068	25 259
Total tangible assets		**379 361**	**367 139**	**323 824**
Current assets				
Inventory		452 989	484 815	333 732
Trade receivables and other receivables		80 340	78 733	99 781
Receivables from income tax		1 957	-	-
Cash and cash equivalents	10	51 040	34 926	59 132
Total current assets		**586 326**	**598 474**	**492 645**
Total assets		**965 687**	**965 613**	**816 469**
Shareholders' equity				
Share capital	15	3 840	3 840	3 840
Reserve capital from the sale of shares above their nominal value	15	74 586	74 586	74 586
Currency exchange on consolidation	15	(481)	605	85
Other capitals	15	-	9 341	6 349
Retained earnings	15	390 745	406 713	325 621
Total shareholders' equity		**468 690**	**495 085**	**410 481**
Long-term liabilities				
Long-term loans and bank loans	16	160 509	206 800	133 998
Trade liabilities and other liabilities	18	84	84	87
Long-term provisions		1 607	1 612	1 682
Long-term liabilities under financial leasing	18	-	64	21
Total long-term liabilities		**162 200**	**208 560**	**135 788**
Short-term liabilities				
Trade liabilities and other liabilities	18	165 111	146 356	174 533
Income tax liabilities	18	-	9 119	2 041
Short-term liabilities under financial leasing	18	22	53	86
Short-term loans and bank loans	16	131 229	71 972	72 288
Short-term provisions		2 526	2 315	1 330
Subsidies received		35 909	32 153	19 922
Total short-term liabilities		**334 797**	**261 968**	**270 200**
Total liabilities		**965 687**	**965 613**	**816 469**

amounts are denominated in PLN '000, unless indicated otherwise

ABBREVIATED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Share capital	Reserve capital from the sale of shares above their nominal value	Other capitals	Retained earnings	Currency exchange differences on converting controlled entities	Total shareholders' equity
As on 1 January 2012	**3 840**	**74 586**	**9 341**	**406 713**	**605**	**495 085**
Result for the period from 1 January to 30 June 2012	-	-	-	45 453	-	**45 453**
Currency exchange differences on conversion	-	-	-	-	(1 086)	**(1 086)**
Total income for the period ending 30 June 2012	**3 840**	**74 586**	**9 341**	**452 166**	**(481)**	**539 452**
Other adjustments	-	-	-	19	-	**19**
Declared dividend disbursement	-	-	-	(61 440)	-	**(61 440)**
Employee stock option plan - value of the benefit	-	-	(9 341)	-	-	**(9 341)**
As on 30 June 2012	**3 840**	**74 586**	**-**	**390 745**	**(481)**	**468 690**

	Share capital	Reserve capital from the sale of shares above their nominal value	Other capitals	Retained earnings	Currency exchange differences on converting controlled entities	Total shareholders' equity
As on 1 January 2011	**3 840**	**74 586**	**3 358**	**341 381**	**(317)**	**422 848**
Results for the year	-	-	-	122 776	-	**122 776**
Currency exchange differences on conversion	-	-	-	-	922	**922**
Total global income	**3 840**	**74 586**	**3 358**	**122 776**	**922**	**123 698**
Other adjustments	-	-	-	156	-	**156**
Dividend disbursement	-	-	-	(57 600)	-	**(57 600)**
Employee stock option plan - value of the benefit	-	-	5 983	-	-	**5 983**
As on 31 December 2011	**3 840**	**74 586**	**9 341**	**406 713**	**605**	**495 085**

amounts are denominated in PLN '000, unless indicated otherwise

ABBREVIATED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)

	Share capital	Reserve capital from the sale of shares above their nominal value	Other capitals	Retained earnings	Currency exchange differences on converting controlled entities	Total shareholders' equity
As on 1 January 2011	**3 840**	**74 586**	**3 358**	**341 381**	**(317)**	**422 848**
Result for the period from 1 January to 30 June 2011	-	-	-	41 683	-	**41 683**
Currency exchange differences on conversion	-	-	-	-	402	**402**
Total income for the period ending 30 June 2011	**3 840**	**74 586**	**3 358**	**41 683**	**402**	**42 085**
Other adjustments	-	-	-	157	-	**157**
Declared dividend disbursement	-	-	-	(57 600)	-	**(57 600)**
Employee stock option plan - value of the benefit	-	-	2 991	-	-	**2 991**
As on 30 June 2011	**3 840**	**74 586**	**6 349**	**325 621**	**85**	**410 481**

amounts are denominated in PLN '000, unless indicated otherwise

ABBREVIATED INTERIM CONSOLIDATED CASH FLOW STATEMENT

	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 30 June 2011
Gross profits:	51 773	51 826
Adjustments:	(4 183)	(75 684)
Depreciation	15 276	11 775
Interest and share in profits (dividends)	(372)	(110)
Currency exchange profit (loss)	(1 086)	402
Profit (loss) on investment activity	3 845	815
Cost of interest	6 815	2 938
Changes in provisions	206	(1 798)
Changes in inventory	31 827	(81 286)
Changes in receivables	(1 896)	(26 999)
Changes in short-term liabilities, other than loans and borrowings	(30 643)	25 204
Income tax paid	(18 842)	(9 617)
Other adjustments	(9 313)	2 992
Net operating cash flow	**47 590**	**(23 858)**
Investment cash flow		
Interest received	371	110
Subsidies received	3 757	11 545
Proceeds from the sale of fixed assets	129	-
Purchase of intangible assets	(6 725)	(20)
Purchase of tangible assets	(34 691)	(64 351)
Net investment cash flow	**(37 159)**	**(52 716)**
Financial cash flow		
Proceeds from incurring loans and borrowings	26 017	106 385
Repayment of loans and borrowings	(13 051)	(49 357)
Payment of liabilities under financial leasing agreements	(95)	(139)
Interest paid	(7 188)	(4 248)
Net financial cash flow	**5 683**	**52 641**
Total cash flow	**16 114**	**(23 933)**
Net increase (decrease) in cash and cash equivalents	16 114	(23 933)
Cash and cash equivalents at the beginning of the period	**34 926**	**83 065**
Cash and cash equivalents at the end of the period	**51 040**	**59 132**

NOTES

1. GENERAL INFORMATION

Name of the Dominant Entity: NG2 Spółka Akcyjna

Registered office of the Dominant Entity: Polkowice

Address: ul. Strefowa 6, 59-101 Polkowice

Telephone: +48 (76) 845 84 00

Fax: +48 (76) 845 84 31

Email: ng2@ng2.pl

Website: www.ng2.pl

Registration: District Court for Wrocław-Fabryczna in Wrocław, Division IX Commercial of the National Court Register,

KRS Number: 0000211692

Regon (Statistical Number): 390716905

NIP (Tax Identification Number): 692-22-00-609

Corporate purpose: The Group's primary corporate purpose according to the European Classification of Economic Activities is wholesale and retail trade of clothing and footwear (ECEA 51.42).

NG2 S.A. has been listed on Giełda Papierów Wartościowych S.A. in Warsaw (Warsaw Stock Exchange) since 2004.

2. BASIS FOR PREPARATION

The NG2 S.A. Capital Group presents abbreviated interim consolidated financial statements for the first half-year of 2012 started on 1 January 2012 and ended on 30 June 2012.

These abbreviated interim consolidated financial statements were prepared in accordance with IAS 34 "Interim financial reporting". The statements do not cover all the information and disclosures required in annual financial statements and should be read together with the financial statements for the period from 1 January 2011 to 31 December 2011, which were prepared in accordance with the International Financial Reporting Standards approved by the European Union.

3. BASIS FOR CONSOLIDATION

These abbreviated interim consolidated financial statements contain the statement of the dominant entity of NG2 S.A. and the statements of the subsidiaries.
The subsidiaries are consolidated in the period from the date of assumption of control by the Group to the date of cessation of control.
The subsidiary CCC FACTORY Sp. z o.o. came under control on 1 June 2004, CCC BOTY CZECH s.r.o. - on 1 January 2005, NG2 Suisse S.a.r.l. - on 30 April 2010, CCC OBUV s.r.o. - on 20 December 2001. These companies are subject to consolidation. Any transactions, balances, revenues and costs between the consolidated subsidiaries are subject to consolidation exemptions.
The Continental Trust Fund does not produce financial reports as it is not required under US law. However, as a Trustee, at the Beneficiary's request, it will confirm in writing the type of assets turned over for management. The measurement of assets will be carried out in accordance with the provisions in force in the Beneficiary's jurisdiction, i.e. in accordance with the laws of Poland.

4. FUNCTIONAL CURRENCY AND PRESENTATION CURRENCY

The items contained in the abbreviated interim financial statements of each Group company are measured in the currency of the primary business environment in which the company operates ("functional currency"). The consolidated financial statements are presented in PLN, which is the Group's functional currency and its presentation currency.

5. ACCOUNTING PRINCIPLES APPLIED

The accounting principles applied by the Group did not change compared to the accounting principles applied in the financial statements prepared as on 31 December 2011, aside from applying new standards.

As of 1 January 2012 the Group is bound by the following standards and interpretations:
- Amendments to IFRS 7 Disclosures – Transfer of Financial Assets;
- Adjustments to IFRS 1 First-time Adoption of International Financial Reporting Standards – Hyperinflation and Removal of Fixed Dates for First-time Adopters;
- Amendments to IAS 12 Income taxes – Deferred income tax: Recovery of Underlying Assets;
- Adjustments to IAS 1 Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income.

All the above amendments to the standards and interpretations have been approved for use by the European Union as at the day these financial statements were published. The Company believes that the application thereof had no impact on the Companies' financial statements or that this impact was irrelevant, which means that the accounting principles applied in the process of drawing up these financial statements are compliant with the accounting principles applied in the process of drawing up the financial statements for the year ended on 31 December 2011 and described therein. As at the day these financial statements were published the International Accounting Standards Board published subsequent standards and interpretations which did not come into force as of that day. However, some of them have been approved for use by the European Union. The Company did not decide to apply any of those standards prematurely.

6. SEASONAL OR CYCLIC NATURE OF THE ACTIVITIES OF THE NG2 S.A. CAPITAL GROUP COMPANIES

In the case of the NG2 S.A. Capital Group companies, we are dealing with seasonal sales. The seasonality of the NG2 Capital Group's sales is significant, not unlike that of the entire clothing and footwear industry. There are two primary high sales periods: the second and fourth quarter. Furthermore, throughout the year, sales are tied closely to weather conditions. Weather can disrupt the seasonality pattern by accelerating or postponing the periods of lower or higher sales, respectively.

7. REPORTING SEGMENTS

Identifying operating segments

Operating segments are presented consistently with internal reporting supplied to the Key Operating Body (KOB) - the management board of the dominant entity. Operating segments are divided into stores and franchise counterparts.

Identifying reporting segments

The identified operating segments (stores, business partners) are grouped into reporting segments as they meet the grouping criteria set out in IFRS 8. The NG2 S.A. Capital Group defines two reporting segments in its business ("retail business", "franchise and other business") in accordance with IFRS 8 "Operating Segments". In the segments above, the NG2 S.A. Capital Group conducts business activity, generating certain revenue and incurring costs. The results on segment activity are regularly reviewed by the KOB . Financial information about the identified segments is also available.

7. REPORTING SEGMENTS (CONTINUED)

The “retail business” - “retail” segment
The “*retail business*” segment covers primarily the sale of footwear, shoe care products and small leather products. The NG2 S.A. Capital Group carries out sales in its own locations in Poland, the Czech Republic and Slovakia, targeting retail customers. Retail sales are conducted via three chains: CCC, BOTI and QUAZI. The operating segment is each individual store operating in one of the chains and analysed individually by the KOB. Due to the similarity of the long-term average gross margins, and also due to the similar nature of the goods (among other things, footwear, shoe care products, small leather products), the method of distribution of goods and the types of customers (sale conducted in own stores and addressed to retail customers), the "*retail business*" segment covers financial information jointly for the CCC, BOTI and QUAZI chains, while the operating segments have been combined under IFRS 8, forming a reporting segment called "retail business".

The “franchise and other business" - “franchise and other” segment
The "*franchise and other business*" segment includes primarily the sale of footwear, shoe care products, small leather products and services, as well as the value of production sold (e.g. shoes) to entities outside the NG2 S.A. Capital Group. Sale is carried out through NG2 S.A. and CCC Factory Sp. z o.o. in Poland and it is addressed to Polish wholesale customers (primarily those conducting sale in the franchises of CCC and BOTI) as well as foreign wholesale customers. The operating segment is each individual customer operating in one of the chains and analysed individually by the KOB. Due to the similarity of long-term average gross margins, and also due to the similar nature of the goods (among other things, footwear, shoe care products, small leather products) and the services provided (reinvoicing transportation services), the method of distribution of the goods and the type of customers (sale targeting wholesalers), the “*franchise and other*” segment covers financial information for all business partners combined under IFRS 8, forming a reporting segment called “franchise and other business”.

The accounting principles applicable to the operating segments are the same as the accounting policy principles under which the Companies from the NG2 S.A. Capital Group prepare their financial statements. The Group evaluates the operation of each segment on the basis of financial performance.

Other disclosures related to reporting segments
The following items do not apply: earnings on transactions with other business segments of the same entity, the entity’s share in the profit or loss of affiliated entities and joint ventures and material non-cash items other than depreciation.

Disclosures of information concerning the entity.
The NG2 S.A. Capital Group discloses information about the revenue from the sale of products and services to external customers as part of reporting segments. A group of similar products (i.e. footwear, shoe care products, accessories) is presented in the retail and franchise segment (due to the minor share of the sale of goods other than footwear, they are not disclosed individually). Therefore, the NG2 S.A. Capital Group does not disclose individually any information about the revenue from the sale of products and services to external customers.
The NG2 S.A. Capital Group does not disclose in the statements any information about key customers due to the fact that the revenue from its individual external customers does not exceed ten per cent of the revenue of the NG2 S.A. Capital Group.

amounts are denominated in PLN '000, unless indicated otherwise

7. REPORTING SEGMENTS (CONTINUED)

from 1 January 2012 to 30 June 2012	Franchise business	Franchise and other business	Unassigned items	Total
Revenue from sale from external customers:	551 773	31 243	-	583 016
- assigned to a country in which the Issuer has an office	*493 076*	*18 602*	-	*511 678*
- assigned to other countries	*58 697*	*12 641*	-	*71 338*
Prime cost of sale	(260 380)	(26 189)	-	(286 569)
Gross earnings from sale	**291 393**	**5 054**	**-**	**296 447**
Cost of sales and management	(232 204)	(2 355)	(63)	(234 622)
Balance of other earnings and operating costs	(4 008)	1 136	-	(2 872)
Operating profit	**55 181**	**3 835**	**(63)**	**58 953**
Balance of earnings and financial costs	(6 353)	(827)	-	(7 180)
Profit before tax	**48 828**	**3 008**	**(63)**	**51 773**
Income tax			(6 320)	(6 320)
Net profit				**45 453**
Net profit disclosed in the consolidated statement of global income				**45 453**

Assets, of which:	659 995	124 991	180 701	965 687
Non-current assets:	304 205	44 021	6 382	354 608
- located in a country in which the Issuer has an office	283 470	41 974	6 382	331 826
- located in other countries	20 735	2 047	-	22 782
Earnings from interest	-	-	237	237
Cost of interest	5 965	846	4	6 815
Depreciation	9 254	1 079	4 943	15 276

from 1 January 2011 to 30 June 2011	Franchise business	Franchise and other business	Unassigned items	Total
Revenue from sale from external customers:	433 989	50 268	-	484 257
- assigned to a country in which the Issuer has an office	*397 775*	*49 668*	-	*447 443*
- assigned to other countries	*36 214*	*600*	-	*36 814*
Prime cost of sale	(178 316)	(36 043)	-	(214 359)
Gross earnings from sale	**255 673**	**14 225**	**-**	**269 898**
Cost of sales and management	(208 437)	(3 703)	174	(211 966)
Balance of other earnings and operating costs	(2 333)	(38)	-	(2 371)
Operating profit	**44 903**	**10 484**	**174**	**55 561**
Balance of earnings and financial costs	(3 251)	(484)	-	(3 735)
Profit before tax	**41 652**	**10 000**	**174**	**51 826**
Income tax			(10 143)	(10 143)
Net profit				**41 683**
Net profit disclosed in the consolidated statement of global income				**41 683**

amounts are denominated in PLN '000, unless indicated otherwise

7. REPORTING SEGMENTS (CONTINUED)

Assets, of which:	471 522	99 088	245 859	816 469
Non-current assets:	253 118	38 294	7 153	298 565
- located in a country in which the Issuer has an office	236 645	38 028	7 153	281 826
- located in other countries	16 473	266	-	16 739
Earnings from interest	-	-	114	114
Cost of interest	(2 570)	(361)	(7)	(2 938)
Depreciation	(7 909)	(1 106)		(11 775)

	from 1 January 2012 to 30 June 2012	**from 1 January 2011 to 30 June 2011**
Revenue from sale from external customers:	**583 016**	**484 257**
- assigned to a country in which the Issuer has an office	511 678	447 443
- assigned to other countries, including:	71 338	36 814
- the Czech Republic	55 645	36 214
- Slovakia	3 052	-

	30.06.2012	**30.06.2011**
Tangible assets other than financial instruments	354 608	298 565
- located in a country in which the Issuer has an office	331 826	281 826
- located in other countries, including:	22 782	16 739
- the Czech Republic	19 616	16 473
- Slovakia	1 119	-

	30.06.2012	**30.06.2011**
Deferred tax assets	24 753	25 259
- located in a country in which the Issuer has an office	5 212	3 885
- located in other countries, including:	19 541	21 374
- the Czech Republic	2 554	3 573
- Switzerland	16 985	17 801
- Slovakia	2	-

8. TANGIBLE FIXED ASSETS

	Land, buildings and structures	**Plants and equipment**	**Means of transportation**	**Other**	**Fixed assets under construction**	**Total**
GROSS VALUE						
As on 1 January 2012	**218 735**	**36 178**	**43 566**	**11 678**	**114 489**	**424 646**
Changes due to currency exchange differences	(349)	(115)	(16)	(17)	-	(497)
Increases due to:	**81 639**	**53 204**	**629**	**328**	**28 599**	**164 399**
- investments in third-party facilities	1 451	-	-	-	17 053	18 504
- expenditures from transfer	80 147	50 969	-	-	-	131 116
- own investment outlays	-	-	-	-	11 546	11 546
- purchase	41	2 235	629	328	-	3 233
Decreases due to:	**6 629**	**188**	**608**	**193**	**131 116**	**138 734**
- liquidation	6 629	188	-	193	-	7 010
- sale	-	-	608	-	-	608
- investments completed - transfer	-	-	-	-	131 116	131 116
As on 30 June 2012	**293 396**	**89 079**	**43 571**	**11 796**	**11 972**	**449 814**

amounts are denominated in PLN '000, unless indicated otherwise

8. TANGIBLE FIXED ASSETS (CONTINUED)

AMORTISATION AND DEPRECIATION						
As on 1 January 2012	**56 096**	**16 330**	**11 980**	**7 918**	**468**	**92 792**
Changes due to currency exchange differences	139	(71)	(6)	(11)	(34)	17
Depreciation for the period from 1 Jan to 30 Jun	8 975	3 460	1 763	809	-	15 007
Decreases due to sale or liquidation	2 749	171	608	117	-	3 645
As on 30 June 2012	**62 461**	**19 548**	**13 129**	**8 599**	**434**	**104 171**
NET VALUE						
As on 1 January 2012	**162 639**	**19 848**	**31 586**	**3 760**	**114 021**	**331 854**
As on 30 June 2012	**230 935**	**69 531**	**30 443**	**3 197**	**11 538**	**345 643**

	Land, buildings and structures	Plants and equipment	Means of transportation	Other	Fixed assets under construction	Total
GROSS VALUE						
As on 1 January 2011	**196 555**	**35 623**	**21 971**	**11 385**	**47 917**	**313 451**
Changes due to currency exchange differences	453	135	15	15	102	720
Increases in the period from 1 Jan to 30 Jun	3 720	527	1 651	133	65 126	71 157
Decreases in the period from 1 Jan to 30 Jun	1 724	75	668	-	3 715	6 182
As on 30 June 2011	**199 004**	**36 210**	**22 969**	**11 533**	**109 430**	**379 146**
AMORTISATION AND DEPRECIATION						
As on 1 January 2011	**44 189**	**13 360**	**9 883**	**6 266**	**123**	**73 821**
Changes due to currency exchange differences	23	67	5	11	10	116
Depreciation for the period from 1 Jan to 30 Jun	7 276	2 023	1 348	858	150	11 655
Decreases due to sale or liquidation	647	55	652	-	-	1 354
As on 30 June 2011	**50 841**	**15 395**	**10 584**	**7 135**	**283**	**84 238**
NET VALUE						
As on 1 January 2011	**152 366**	**22 263**	**12 088**	**5 119**	**47 794**	**239 630**
As on 30 June 2011	**148 163**	**20 815**	**12 385**	**4 398**	**109 147**	**294 908**

The Group did not make write-downs with respect to fixed assets.

Tangible fixed assets securing loans and guarantees	**30.06.2012**	**31.12.2011**
Ordinary mortgage over property up to the value of	252 500	252 500

amounts are denominated in PLN '000, unless indicated otherwise

9. INTANGIBLE ASSETS

	Patents and licences	Trade marks	Intangible assets under construction	Total
GROSS VALUE				
As on 1 January 2012	**1 869**	**360**	**6 040**	**8 269**
Changes due to currency exchange differences	(2)	-	-	(2)
Increases in the period from 1 Jan to 30 Jun due to:	2 858	-	-	2 858
- purchase	686	-	-	686
- expenditures from transfer	2 172	-	-	2 172
Decreases in the period from 1 Jan to 30 Jun	-	-	2 172	2 172
As on 30 June 2012	**4 725**	**360**	**3 868**	**8 953**
AMORTISATION				
As on 1 January 2012	**1 430**	**94**	**-**	**1 524**
Changes due to currency exchange differences	(1)	-	-	(1)
Depreciation in the period from 1 Jan – 30 Jun	269	-	-	269
As on 30 June 2012	**1 698**	**94**	**-**	**1 792**
NET VALUE				
As on 1 January 2012	**439**	**266**	**6 040**	**6 745**
As on 30 June 2012	**3 027**	**266**	**3 868**	**7 161**

	Patents and licences	Trade marks	Intangible assets under construction	Total
GROSS VALUE				
As on 1 January 2011	**1 799**	**360**	**1 264**	**3 423**
Changes due to currency exchange differences	2	-	-	2
Increases in the period from 1 Jan – 30 Jun	20	-	1 527	1 547
Decreases in the period from 1 Jan – 30 Jun	-	-	-	-
As on 30 June 2011	**1 821**	**360**	**2 791**	**4 972**
AMORTISATION				
As on 1 January 2011	**1 183**	**94**	**-**	**1 277**
Changes due to currency exchange differences	2	-	-	2
Depreciation in the period from 1 Jan – 30 Jun	120	-	-	120
As on 30 June 2011	**1 305**	**94**	**-**	**1 399**
NET VALUE				
As on 1 January 2011	**616**	**266**	**1 264**	**2 146**
As on 30 June 2011	**516**	**266**	**2 791**	**3 573**

amounts are denominated in PLN '000, unless indicated otherwise

10. CASH

	30.06.2012	31.12.2011	30.06.2011
Cash in the bank and petty cash fund	37 297	14 728	17 639
Short-term deposits	13 743	20 198	41 493
Total	**51 040**	**34 926**	**59 132**

Funds in bank accounts and cash comprise cash held by the Group's companies and short-term bank deposits with a maturity date of up to three months. The book value of these assets corresponds to their fair value.

11. INVENTORY, WRITE-DOWNS ON INVENTORY

Changes in write-downs on inventory	30.06.2012	31.12.2011	30.06.2011
As at the beginning of the period	546	3 865	3 865
a) increase	3 326	234	-
b) decrease	3	3 553	3 551
Write-downs on inventory as at the end of the period	**3 869**	**546**	**314**

The value of established and liquidated write-downs on inventory was entered as an adjustment of the prime cost of sale for the period.
On the basis of loan agreements, pledges were established on inventory. The value of pledges as on the balance sheet date amounted to PLN 296 million (as on 31 December 2011 PLN 375 million, as on 30 June 2011 PLN 262 million)

12. INCOME TAX

Income tax	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 31 December 2011	from 1 January 2011 to 30 June 2011
Profit before tax	51 773	151 374	51 826
Tax at the 19 per cent rate	9 837	28 761	9 847
Result of excluding non-tax revenue and costs	(3 663)	(2 165)	(2 209)
Result of applying other tax rates in foreign companies	(656)	(1 046)	(354)
Current income tax	5 518	25 420	7 284
Deferred tax	802	3 178	2 859
Income tax	**6 320**	**28 598**	**10 143**

Under the applicable laws, the Tax Office may audit the Group’s tax filings for a period of five years. Therefore, the Group may incur an additional tax burden together with penalties and interest.

13. DEFERRED TAX

The items below are the main items under deferred tax liabilities and assets entered by the Group and the changes thereof in the current and preceding reporting period. Under IAS 12, in its financial statements, the Group discloses net deferred tax liabilities and assets.

Deferred tax liabilities	30.06.2012	31.12.2011	30.06.2011
Accelerated tax depreciation	689	693	546
Computed interest	124	21	31
Other			
Deferred tax liabilities	**813**	**714**	**577**

amounts are denominated in PLN '000, unless indicated otherwise

13. DEFERRED TAX (CONTINUED)

Deferred tax assets	30.06.2012	31.12.2011	30.06.2011
Costs after the balance sheet date	423	1 454	385
Provisions for liabilities	1 533	1 204	1 179
Depreciation of assets	1 678	936	739
Consolidation adjustment of margin on inventory	2 161	1 906	1 921
Tax losses	2 765	2 871	3 793
Valuation of trade marks	16 985	17 393	17 801
Other	21	18	18
Deferred tax assets	**25 566**	**25 782**	**25 836**

The Group has identified all the assets on which deferred income tax should be recognised.

14. OPERATING AND FINANCIAL REVENUE AND COSTS

Other operating revenue	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 30 June 2011
Profit on currency exchange differences	2 151	-
Interest received	924	302
Compensation received	93	210
Liquidated provisions	166	825
Inventory surplus	1 474	1 519
Other operating revenue	1 668	1 198
Total	**6 476**	**4 054**

The following, among other things, were posted under Other operating revenue during the reporting period: PLN 656,000 from recovered store furnishings and PLN 557,000 from burdening suppliers with the costs of preparing footwear for sale. The following operations, among other things, occurred during the first half of 2011: PLN 647,000 from compensation for mining damage and PLN 268,000 from recovered store furnishings.

Other operating cost	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 30 June 2011
Loss on sale of fixed assets	3 842	946
Establishment of provisions	556	500
Loss due to currency exchange differences	-	190
Interest	304	61
Inventory shortages	2 187	2 520
Licence and copyright fees paid	705	744
Other operating cost	1 754	1 464
Total	**9 348**	**6 425**

The following, among other things, were posted under Other operating costs during the reporting period: PLN 734,000 from liquidation of returned footwear, PLN 117,000 from liquidation of store furnishings, PLN 123,000 from donations. The following operations, among other things, occurred during the first half of 2011: PLN 528,000 from liquidation of returned footwear, PLN 57,000 from liquidation of store furnishings, PLN 142,000 from donations and PLN 156,000 from auto insurance claims.

amounts are denominated in PLN '000, unless indicated otherwise

14. OPERATING AND FINANCIAL REVENUE AND COSTS (CONTINUED)

Financial revenue	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 30 June 2011
Revenue from interest on the current account and other	259	114
Profit on currency exchange differences	-	32
Other financial revenue	37	61
Total	**296**	**207**

Financial costs	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 30 June 2011
Interest on loans and borrowings	6 812	2 935
Interest on financial leases	2	3
Loss due to currency exchange differences	29	426
Commission paid	217	184
Other financial costs	416	394
Total	**7 476**	**3 942**

15. CAPITAL

Share capital	Number of shares	(of which ordinary shares)	Nominal value	Base capital
As on 30 June 2011	38 400 000	31 750 000	PLN 0.10	3 840
As on 31 December 2011	38 400 000	31 750 000	PLN 0.10	3 840
As on 30 June 2012	38 400 000	31 750 000	PLN 0.10	3 840

All issued shares have been paid for in full. The number of preferred registered shares is 6,650,000. The preference pertains to voting rights, in that each preferred share carries two votes. Shareholders have the right of first refusal with respect to the purchase of registered preferred shares for sale.

Reserve capital from the sale of shares above their nominal value	value
As on 30 June 2011	74 586
As on 31 December 2011	74 586
As on 30 June 2012	74 586

Other capitals	value
As on 30 June 2011	6 349
As on 31 December 2011	9 341
As on 30 June 2012	-

Retained earnings	value
As on 30 June 2011	325 621
As on 31 December 2011	406 713
Net profit for the period	45 453
Declared dividend disbursement	(61 440)
Other adjustments	19
As on 30 June 2012	**390 745**

amounts are denominated in PLN '000, unless indicated otherwise

15. CAPITAL (CONTINUED)

Currency exchange on consolidation	value
As on 30 June 2011	85
As on 31 December 2011	605
As on 30 June 2012	(481)

The list of shareholders holding at least 5 per cent of the overall number of votes at the Issuer's General Meeting, pursuant to Article 69 of the Act on Offers, as on the date of submission of the semi-annual report, is set out in the table below.

Shareholder	Number of shares held (quantity)	Percentage share in the share capital	Number of votes at the General Meeting (quantity)	Share in the overall number of votes at the General Meeting (%)
Dariusz Miłek, of which:	15 360 000	40.00	20 110 000	44.64
- directly,	4 750 000	12.37	*9 500 000*	*21.09*
- indirectly through a subsidiary, Luxprofi S.a.r.l.	10 610 000	27.63	*10 610 000*	*23.55*
Leszek Gaczorek	3 010 000	7.84	4 760 000	10.57
ING OFE	2 477 486	6.45	2 477 486	5.50
Aviva OFE	2 305 389	6.00	2 305 389	5.12

As on the date of preparing the statements for the first half of 2012, NG2 S.A. did not have any information about any other shareholders holding at least 5 per cent of the votes at the General Meeting.

16. LOANS AND BORROWINGS

Long-term loans	30.06.2012	31.12.2011	30.06.2011
Long-term bank loan, of which:	160 509	206 800	133 998
- payable in the period from 1 to 2 years	69 509	176 800	121 800
- payable in the period from 2 to 5 years	91 000	30 000	-
- payable in more than 5 years	-	-	12 198
Short-term loans	**30.06.2012**	**31.12.2011**	**30.06.2011**
Overdraft facility	125 229	71 972	72 288
Bank loan	6 000	-	-
Total loans	**291 738**	**278 772**	**206 286**

amounts are denominated in PLN '000, unless indicated otherwise

16. LOANS AND BORROWINGS (CONTINUED)

As on 30 June 2012

Name of the Bank	Name of the entity	Type of loan	Limit	Amount utilised	Date of expiry	Financial terms	Security
PKO BP SA	CCC Factory	Overdraft facility	2 000	-	27.04.2014	WIBOR + margin	Registered pledge on chattels
UniCredit Bank Czech Republic a.s.	CCC Boty	Overdraft facility	CZK 20,000,000	CZK 337,000 (PLN 56,000)	31.01.2013	BLR Notice + margin	Surety
Bank Handlowy w Warszawie SA	NG2	Overdraft facility	64 000	63 652	27.02.2013	WIBOR + margin	Capped mortgage; Pledge over inventory
Bank Handlowy w Warszawie SA	NG2	Revolving	36 000	36 000	27.02.2013	WIBOR + margin	Capped mortgage; Pledge over inventory
BRE Bank SA	NG2	Overdraft facility	55 000	25 521	03.01.2013	WIBOR + margin	Capped mortgage
BRE Bank SA	NG2	Investment	30 000	27 000	30.12.2016	commission	Capped mortgage
PKO BP SA	NG2	Overdraft facility	50 000	49 509	27.10.2013	WIBOR + margin	Pledge over inventory
PKO BP SA	NG2	Revolving*	70 000	20 000	27.10.2013	WIBOR + margin	Pledge over inventory
ING Bank Śląski SA	NG2	Revolving	70 000	70 000	29.01.2015	WIBOR + margin	Capped mortgage; Pledge over inventory

* total indebtedness towards the Bank ensuing from credit in the current account and revolving credit cannot be higher than PLN 70 million

The financial terms of the loans incurred do not vary materially from market terms.

Name of the Bank	Name of the entity	Type of loan	Limit	Amount utilised	Date of expiry	Financial terms	Security
BRE Bank SA	NG2	Guarantee cap	13 500	11 640	31.10.2012	commission	none
Bank Handlowy w Warszawie SA	NG2	Guarantee cap	7 000	3 335	27.01.2013	WIBOR + margin	Surety
Societe Generale	NG2	Guarantee cap	12 000	10 227	unspecified	commission	none
BZ WBK SA	NG2	Guarantee cap	PLN 20,000,000 and EUR 6,000,000	PLN 10,679,000 and EUR 4,480,000	29.04.2014	commission	Pledge over inventory
PKO BP SA	NG2	Guarantee cap	5 000	-	27.10.2013	WIBOR + margin	Pledge over inventory
Raiffeisen Bank	NG2	Guarantee cap	USD 800,000 (PLN 2,711,000)	USD 237,000 (PLN 800,000)	28.02.2013	commission	none
UniCredit Bank Czech Republic a.s.	CCC Boty	Guarantee cap	CZK 10,000,000	-	31.01.2013	commission	Surety
Komercni banka a.s.	CCC Boty	Guarantee cap	CZK 40,000,000	CZK 22,912,000 (PLN 3,813,000)	30.04.2013	commission	none
Citibank Europe plc	CCC Boty	Guarantee cap	CZK 30,000,000	CZK 28,392,000 (PLN 4,724,000)	30.11.2012	commission	none

amounts are denominated in PLN '000, unless indicated otherwise

16. LOANS AND BORROWINGS (CONTINUED)

As on 30 June 2011

Name of the Bank	Name of the entity	Type of loan	Limit	Amount utilised	Date of expiry	Financial terms	Security
PKO BP SA	CCC Factory	Overdraft facility	1 000	-	27.04.2014	WIBOR + margin	Surety
PKO BP SA	CCC Factory	Revolving	1 000	-	27.04.2014	WIBOR + margin	Surety
UniCredit Bank Czech Republic a.s.	CCC Boty	Overdraft facility	CZK 20,000,000	CZK 13,942,000 (PLN 2,288,000)	31.01.2012	BLR Notice + margin	Surety
Bank Handlowy w Warszawie SA	NG2	Overdraft facility	64 000	62 957	27.02.2013	WIBOR + margin	Capped mortgage; Pledge over inventory
BRE Bank SA	NG2	Overdraft facility	45 000	22 843	03.01.2013	WIBOR + margin	Capped mortgage
PKO BP SA	NG2	Overdraft facility	50 000	-	27.10.2013	WIBOR + margin	Pledge over inventory
Bank Handlowy w Warszawie SA	NG2	Revolving	36 000	36 000	27.02.2013	WIBOR + margin	Capped mortgage; Pledge over inventory
ING Bank Śląski SA	NG2	Revolving	70 000	70 000	29.01.2012	WIBOR + margin	Capped mortgage; Pledge over inventory
BRE Bank SA	NG2	Investment	30 000	12 198	30.12.2016	commission	Capped mortgage

The financial terms of the loans incurred do not vary materially from market terms.

Name of the Bank	Name of the entity	Type of loan	Limit	Amount utilised	Date of expiry	Financial terms	Security
Bank Handlowy w Warszawie SA	NG2	Guarantee cap	2 000	1 046	27.02.2013	commission	Capped mortgage; Pledge over inventory
BRE Bank SA	NG2	Guarantee cap	13 500	11 640	30.04.2012	commission	none
Societe Generale	NG2	Guarantee cap	12 000	11 603	unspecified	commission	none
BZ WBK SA	NG2	Guarantee cap	CZK 20,000,000 PLN and EUR 6,000,000 EUR	PLN 8,902,000 and EUR 2,078,000	30.04.2012	commission	Pledge over inventory
Raiffeisen Bank	NG2	Guarantee cap	USD 800,000	-	15.05.2013	commission	none
Bank Handlowy w Warszawie SA	NG2	Paylink card limit	7 000	6 971	30.12.2011	WIBOR + margin	Surety
UniCredit Bank Czech Republic a.s.	CCC Boty	Guarantee cap	CZK 20,000,000	CZK 10,630,000 PLN 1,744,000)	31.01.2012	commission	Surety
Citibank Europe plc	CCC Boty	Guarantee cap	CZK 30,000,000	CZK 27,124,000. PLN 4,451,000)	30.11.2011	commission	none

amounts are denominated in PLN '000, unless indicated otherwise

17. SHARE-BASED PAYMENTS

The Group has a scheme providing benefits in the form of shares, settled on equity instruments. Under the scheme, the Group receives employee services as remuneration for equity instruments (stock options) of the Group's dominant entity. The fair value of the employee services received in return for awarding the options is recorded as a cost. The total amount to be recognised as cost is determined by reference to the fair value of the options awarded:
- taking into account any market terms;
- without taking into account any conditions related to seniority or non-market conditions for acquiring rights (for example, profitability of sales, purposes related to an increase of sales or the prescribed period of mandatory employment at the entity);
- without taking into account any conditions not related to acquiring rights (for instance, the requirement to maintain the instruments obtained, binding on employees).

Non-market conditions are included in the assumptions regarding the anticipated number of options on which rights may be acquired. The total cost is recorded throughout the period of acquiring the rights, which is a period during which all of the prescribed conditions for acquiring the rights are to be met. At the end of each reporting period, the estimates of the expected number of options, to which rights will be acquired as a result of meeting the non-market requirements for acquiring rights, are reviewed. The entity presents the effect of the possible review of the initial estimates in the profit and loss statement, together with the appropriate adjustment of shareholders' equity. Once the options are exercised, the Company issues new shares. Funds received after deducting all costs that may be directly allocated to the transaction will increase the share capital (nominal value) and the share premium upon the exercise of the options.
The granting by the Company of options for its equity instruments to employees of the Group's subsidiaries is treated as a capital contribution. The fair value of the received employee services, calculated by reference to the fair value of the date of the grant, is to be recorded throughout the period of acquiring the rights in the form of an increase of the balance of investments into subsidiaries together with a corresponding increase in shareholders' equity.
This right to subscribe for series E shares (new issue shares) may be exercised if the total consolidated net profit of the NG2 S.A. Capital Group for the years 2010, 2011 and 2012, calculated with the exclusion of costs incurred in connection with the introduction of the Incentive Scheme, is at least PLN 450,000,000. The scheme will encompass a maximum of 768,000 series E shares. The issue price of each Company Share is PLN 40.88. The right to subscribe for Series E Shares may be exercised by 30 June 2016. The estimated number of participants is 44.
As on the balance sheet date the Company wrote off the accumulated cost of measuring the employee stock option plan to the cost of general management and administration. The Management Board's estimates indicate that the plan cannot be carried out at the present moment. The current financial results suggest that it is not possible to uphold the decision to carry out the plan; however, they do not rule out the possibility of it being carried out in the future. Hence the balance of the costs of general management and administration of PLN 2,408,000 comprises the value of the cost of measuring the employee stock option plan written off in the amount of PLN 9,341,000 and the costs of general management and administration (PLN - 6,933,000).

18. TRADE AND OTHER LIABILITIES

Long-term liabilities	30.06.2012	31.12.2011	30.06.2011
Trade liabilities and other liabilities	84	84	87
Total	**84**	**84**	**87**

Short-term liabilities	30.06.2012	31.12.2011	30.06.2011
Trade liabilities	64 049	107 545	78 331
Liabilities under customs duty and taxes	15 168	23 862	14 543
Liabilities towards shareholders	61 440	-	57 600
Liabilities towards employees	15 518	15 309	17 098
Other liabilities	8 936	8 759	9 002
Total	**165 111**	**155 475**	**176 574**

amounts are denominated in PLN '000, unless indicated otherwise

18. TRADE AND OTHER LIABILITIES (CONTINUED)

Liabilities denominated in foreign currencies are valued as on the balance sheet date in accordance with the average exchange rate for each currency announced by the National Bank of Poland as on the balance sheet date. Currency exchange differences on balance sheet valuation are entered under other costs or operating revenue, respectively.

a. Liabilities under financial lease

	30.06.2012	31.12.2011	30.06.2011
Liabilities under financial lease payable within:	22	117	107
- one year	22	53	86
- one to five years	-	64	21
- more than five years	-	-	-
Total	**22**	**117**	**107**
Current value of future liabilities	**22**	**117**	**107**
Less amounts due within twelve months (entered under short-term liabilities)	22	53	86
Liabilities payable in the period after twelve months	-	64	21

Future minimum leasing fees under these agreements and the current value of the minimum leasing fees are set out in the table above.
The Group companies use office equipment under financial lease agreements and have the option to purchase the equipment. Future minimum leasing fees do not differ significantly from the current value of minimum leasing fees.
All liabilities under leasing are denominated in Polish zlotys.

19. MINIMUM VALUE OF FUTURE PAYMENTS UNDER OPERATING LEASE

The anticipated payments under operating leases without the option of early termination are as follows:

	30.06.2012	31.12.2011	30.06.2011
- up to 1 year	145 008	132 492	127 068
- one to five years	580 032	529 968	508 272
- more than 5 years	290 016	264 984	254 136
Total	**1,015,056**	**927 444**	**889 476**

In the case of multiple stores (especially those located at shopping centres), lease fees have two components: a fixed fee and a conditional fee based on the store’s revenue. The conditional fee usually corresponds to 5-7 per cent of the store’s revenue.
The Group is also a party to subleasing agreements, which follow the principles of operating leases. Revenue from subleasing fees on the terms of operating leases for the period of six months of 2012 and 2011 is as follows:

	30.06.2012	31.12.2011	30.06.2011
Revenue from operating subleasing	6 541	12 563	6 090

20. EARNINGS PER SHARE

Earnings	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 31 December 2011	from 1 January 2011 to 30 June 2011
Net profit for the year for the purpose of calculating earnings per share to be distributed among the shareholders of the dominant entity	45 453	122 776	41 683
Earnings disclosed for the purpose of calculating the value of diluted earnings per share	**45 453**	**122 776**	**41 683**

amounts are denominated in PLN '000, unless indicated otherwise

20. EARNINGS PER SHARE (CONTINUED)

Number of shares issued	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 31 December 2011	from 1 January 2011 to 30 June 2011
Average weighted number of shares disclosed for the purpose of calculating the value of ordinary earnings per share	38 400 000	38 400 000	38 400 000
Average weighted number of ordinary shares disclosed for the purpose of calculating the value of diluted earnings per share	**38 400 000**	**38 400 000**	**38 400 000**

Earnings per share	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 31 December 2011	from 1 January 2011 to 30 June 2011
Ordinary	PLN 1.18	PLN 3.20	PLN 1.09
Diluted	PLN 1.18	PLN 3.20	PLN 1.09

In the reporting period, there were no events affecting the value of diluted earnings.

21. DIVIDEND

	30.06.2012	30.06.2011
Value of declared dividend	61 440	57 600
Value per 1 share	PLN 1.60	PLN 1.50

On 29 June 2012, the General Meeting of Shareholders of NG2 SA resolved to disburse a dividend from the 2011 net earnings in the amount of PLN 61,440,000. The amount of dividend per share is PLN 1.60. The dividend eligibility determination date (D day) was set for 27 September 2012. The dividend disbursement date (W day) was set for 16 October 2012.

22. CONTINGENT ASSETS AND LIABILITIES

Contingent assets and liabilities	30.06.2012	31.12.2011	30.06.2011
I. Contingent assets	**33 800**	**33 800**	**33 800**
From other entities:	33 800	33 800	33 800
- guarantees and warranties received	33 800	33 800	33 800
II. Contingent liabilities	**66 753**	**68 199**	**45 262**
To other entities:	66 753	68 199	45 262
- customs bonds	8 500	8 500	8 500
- other forms of security	51 253	52 699	29 762
- security extended	7 000	7 000	7 000

Customs bonds provide a security for the repayment of customs receivables due to the Group's operation of customs warehouses, and their maturity date is 17 June 2013.
Other guarantees secure property leases and their maturity date is 29 April 2014.
The security granted is related to the Paylink overdraft facility opened with Bank Handlowy for franchise customers and the loan security for subsidiaries. Their maturity dates are unspecified.
Under the long-term loan agreement concluded with BRE Bank S.A., the dominant entity was required, among other things, to maintain the operating margin and the liquidity ratio on the level set out in the agreement. Failure to fulfil the above conditions does not bear loan maturity consequences but solely authorises the Bank to increase the margin. Despite that the dominant company did not meet these requirements in the reporting period, the Bank did not take advantage of the possibility to raise the interest rate on the loan. As on the balance sheet date, the Company was utilising the overdraft facility extended to it by BRE Bank S.A. in the amount of PLN 25,521,000 and had used up an investment loan of PLN 27,000,000.

amounts are denominated in PLN '000, unless indicated otherwise

23. TRANSACTIONS WITH RELATED PARTIES

	from 1 January 2012 to 30 June 2012*	from 1 January 2011 to 31 December 2011*	from 1 January 2011 to 30 June 2011*
Subsidiaries of a member of the Management Board			
MGC INWEST Sp. z o.o.			
Sale to an affiliate	23	103	7
Purchase from an affiliate	34	596	7
Liabilities towards an affiliate	-	-	35
Libra Project Sp. z o.o.			
Purchase from an affiliate	31	84	39
Liabilities towards an affiliate	-	6	6
ASTRUM Sp. z o.o.			
Sale to an affiliate	26	12	6
Purchase from an affiliate	197	600	-
Receivables from an affiliate	-	(1)	-
Liabilities towards an affiliate	-	600	-
CUPRUM ARENA MGC INWEST Sp. z o.o. S.k.			
Purchase from an affiliate	635	907	575
Liabilities towards an affiliate	88	96	82
LUXPROFI s.a.r.l.			
Liabilities towards an affiliate	16 976	-	15 915
Persons managing, supervising or performing managerial functions:			
Dariusz Miłek:			
Liabilities towards an affiliate**	7 600	-	7 125
Leszek Gaczorek:			
Liabilities towards an affiliate**	4 816	-	4 515
Mariusz Gnych:			
Liabilities towards an affiliate**	192	-	180

*as on the balance sheet date for receivables and liabilities
** as on the date of submitting the report

The transactions with related parties were concluded on market terms.

Gross remuneration of Management Board members

Name and surname	Position	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 31 December 2011	from 1 January 2011 to 30 June 2011
Dariusz Miłek	President of the Management Board	240	503	225
Mariusz Gnych	Vice-President of the Management Board	180	581	207
Piotr Nowjalis	Vice-President of the Management Board	225	596	207
Total		**645**	**1 680**	**639**

amounts are denominated in PLN '000, unless indicated otherwise

23. TRANSACTIONS WITH RELATED PARTIES (CONTINUED)

Gross remuneration of Supervisory Board members

Name and surname	Position	from 1 January 2012 to 30 June 2012	from 1 January 2011 to 31 December 2011	from 1 January 2011 to 30 June 2011
Henryk Chojnacki	Chairman of the Supervisory Board	12	24	12
Wojciech Fenrich	Member of the Supervisory Board	9	18	9
Martyna Kupiecka	Member of the Supervisory Board	9	18	9
Paweł Tamborski	Member of the Supervisory Board	3	18	9
Piotr Nadolski	Member of the Supervisory Board	9	10	-
Adam Szczepanik	Member of the Supervisory Board	5	-	-
Rafał Chwast	Member of the Supervisory Board	-	8	8
Total		**47**	**96**	**47**

On 23 January 2012 the Management Board of NG2 S.A. was informed by Mr. Paweł Tamborski, Member of the Supervisory Board, about his resignation from membership in the Supervisory Board.
On 6 March 2012 the Extraordinary General Meeting of Shareholders of NG2 S.A. appointed Mr. Adam Szczepanik as a Supervisory Board Member.
Management and Supervisory Board members do not collect any remuneration for their positions in NG2 S.A. Capital Group companies other than the salaries set out above.
On 17 May 2011 the Management Board of NG2 S.A. was informed about the decision of Mr. Rafał Chwast, Member of the Supervisory Board, not to seek re-election in the following term. The Supervisory Board Member mandate expired on 16 June 2011.

24. OCCURRENCES AFTER THE BALANCE SHEET DATE

Between 20 and 25 August 2012 NG2 S.A. opened up 20 boutiques under the Lasocki brand name. These stores have been established in place of the existing QUAZI boutiques. The remaining 13 locations will continue operating under the Quazi brand name. The aim of these measures is to increase the effectiveness of the existing stores.
On 21 August 2012 the Issuer adopted a resolution on establishing a subsidiary CCC Hungary Shoes Kft. with registered office in Budapest, Hungary. NG2 S.A. will take up 100 per cent of shares in the above company, which account for 100 per cent of votes at the General Meeting. The value of the subsidiary's share capital will be HUF 10,000,000 (ten million forints). The basic line of business of the newly established company will be distribution of goods supplied by NG2 S.A. in Hungary.

The abbreviated interim consolidated financial statements of the NG2 S.A. Capital Group were approved for publication by the Issuer's Management Board on 27 August 2012 and signed on behalf of the Management Board by:

SIGNATURE OF THE PERSON RESPONSIBLE FOR KEEPING ACCOUNTING RECORDS		
Edyta Banaś	Head of Accounting	
SIGNATURES OF ALL MANAGEMENT BOARD MEMBERS		
Dariusz Miłek	President of the Management Board	
Mariusz Gnych	Vice-President of the Management Board	
Piotr Nowjalis	Vice-President of the Management Board	

Polkowice, 27 August 2012