



INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENT
OF NG2 S.A. GROUP
FOR 01.07.2010 – 30.09.2010

FINANCIAL CONSOLIDATED HIGHLIGHTS

	('000) PLN		('000) EUR	
	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009	from 01.01.2010 to 30.09.2010	from 01.01.2009 to 30.09.2009
I. Sales revenue	708 196	652 027	176 930	148 212
II. Operating profit / (loss)	79 028	62 321	19 744	14 166
III. Profit / (loss) before tax	72 297	55 917	18 062	12 710
IV. Net / (loss) profit	76 100	46 554	19 012	10 582
V. Cash flow from operating activity	(14 115)	5 344	(3 526)	1 215
VI. Cash flow from investing activity	(46 539)	(35 945)	(11 627)	(8 171)
VII. Cash flow from financing activity	33 094	50 939	8 268	11 579
VIII. Total net cash flow	(27 560)	20 338	(6 885)	4 623
IX. Basic earnings per share (PLN/ EUR)	1,98	1,21	0,50	0,28
X. Diluted earnings per share (PLN/ EUR)	1,98	1,21	0,50	0,28
	('000) PLN		('000) EUR	
	30.09.2010	31.12.2009	30.09.2010	31.12.2009
XI. Total assets	669 311	551 125	167 873	134 152
XII. Total liabilities	286 988	210 916	71 981	51 341
XIII. Long-term liabilities	36 227	81 361	9 086	19 805
XIV. Short-term liabilities	250 761	129 555	62 895	31 536
XV. Equity	382 323	340 209	95 892	82 812
XVI. Share capital	3 840	3 840	963	935
XVII. Shares quantity	38 400 000	38 400 000	38 400 000	38 400 000
XVIII. Share book value (PLN/EUR)	9,96	8,86	2,50	2,16
XIX. Diluted share value (PLN/EUR)	9,96	8,86	2,50	2,16
XX. Declared Or paid dividends per share (PLN/EUR)	1,00	1,00	0,25	0,24

The financial data denominated in EUR regarding to the following principles:

- particular positions of assets and liabilities according to the average EUR/PLN exchange rates announced by National Bank of Poland on 30.09.2010 – 1 EUR=3.9870 and 31.12.2009 – 1 EUR=4.1082;
- particular positions of statement comprehensive and cash flow according to the arithmetic average EUR/PLN exchange rates announced by National Bank of Poland on the last day of every month in the following reporting periods: 01.01.2010 – 30.09.2010 and 01.01.2009 – 30.09.2009, 1 EUR=4.0027 and 1 EUR=4.3993 respectively.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Period from 2010-07-01 to 2010-09-30	Period from 2010-01-01 to 2010-09-30	Period from 2009-07-01 to 2009-09-30	Period from 2009-01-01 to 2009-09-30
Sales revenue	267 932	708 196	229 889	652 027
Cost of sales	(125 456)	(324 579)	(113 925)	(321 297)
Gross profit /(loss) on sales	142 476	383 617	115 964	330 730
Other operating income	9 584	19 949	2 369	14 666
Selling costs	(106 436)	(293 052)	(87 733)	(260 090)
General and administrative costs	(4 303)	(10 256)	(3 433)	(8 840)
Other operating expenses	(10 118)	(21 230)	(11 584)	(14 145)
Operating profit /(loss)	31 203	79 028	15 583	62 321
Financial income	177	447	60	558
Financial expenses	(2 532)	(7 178)	(2 304)	(6 962)
Profit /(loss) before tax	28 848	72 297	13 339	55 917
Corporate income tax	(5 534)	3 803	(2 272)	(9 363)
Net loss from abandoned activities				
Net profit / (loss)	23 314	76 100	11 067	46 554
Other comprehensive income:				
Currency translation differences	(922)	2 552	(19)	9
Total comprehensive income	22 392	78 652	11 048	46 563
Profit attributable to:				
Shareholders	22 392	78 652	11 048	46 563
Minority interests				
Earning per share:				
Basic and diluted	0,61 zł	1,98 zł	0,29 zł	1,21 zł

Due to the fact that no non-controlling interests are stated, net profit and comprehensive income are attributable to the shareholders of NG2 S.A.

INTERIM CONSOLIDATED BALANCE SHEET

	As on 30 September 2010	As on 31 December 2009	As on 30 September 2009
Non-current assets			
Other intangible assets	936	1 073	1 130
Tangible fixed assets	224 840	202 591	196 092
Long-term receivables	129	174	189
Deferred tax assets	28 321	6 070	4 692
Total tangible assets	254 226	209 908	202 103
Current assets			
Inventory	262 958	242 693	284 491
Trade receivables and other receivables	118 792	37 629	84 504
Cash and cash equivalents	33 335	60 895	35 696
Total current assets	415 085	341 217	404 691
Total assets	669 311	551 125	606 794
Shareholders' equity			
Share capital	3 840	3 840	3 840
Reserve capital from the sale of shares above their nominal value	74 586	74 586	74 586
Other capitals	1 862		
Retained earnings	299 625	261 925	224 633
Currency exchange on consolidation	2 410	(142)	18
Total shareholders' equity	382 323	340 209	303 077
Long-term liabilities			
Long-term loans and bank loans	35 000	80 000	105 191
Long-term provisions	1 072	1 056	1 077
Long-term liabilities under financial leasing	66	216	96
Trade liabilities and other liabilities	89	89	91
Total long-term liabilities	36 227	81 361	106 455
Short-term liabilities			
Trade liabilities and other liabilities	118 532	81 297	133 402
Income tax liabilities	3 818	6 536	1 513
Short-term liabilities under financial leasing	163	127	55
Short-term loans and bank loans	127 063	39 986	59 978
Short-term provisions	1 185	1 609	2 314
Total short-term liabilities	250 761	129 555	197 262
Total liabilities	669 311	551 125	606 794

INTERM CONSOLIDATED OFF BALANCE SHEET ITEMS

CONSOLIDATED OFF BALANCE SHEET ITEMS	At on 30 Sep 2010	At on 31 Dec 2009	At on 30 Sep 2009
I. RECEIVABLES	34 800	40 450	40 450
1. Other receivables	34 800	40 450	40 450
1.1. from other undertakings(relative to)	34 800	40 450	40 450
- guarantees and warranties received	34 800	40 450	40 450
II. LIABILITIES	62 900	59 768	66 239
1 Other liabilities	62 900	59 768	66 239
1.1. To other undertakings (relative to)	62 900	59 768	66 239
- custom guarantees	22 500	22 500	22 500
- other guarantees	33 400	30 268	37 469
- security established	7 000	7 000	6 270
Total off balance sheet items	97 700	100 218	106 689

*Interim condensed consolidated financial statement of the NG2 S.A. Group for the 3 Quarter of 2010.
Amounts presented in thousands PLN, unless otherwise specified*

INTERM 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 2010 r.	3 840	74 586		261 925	(142)	340 209
Results for the year 2010 r.				76 100		76 100
Currency exchange differences on conversion					2 552	2 552
Comprehensive income for the period ended 30 September 2010 r.	3 840	74 586		76 100	2 552	78 652
Coverage of loss from previous years						
Dividend disbursement				(38 400)		(38 400)
Employee stock option plan - value of the benefit			1 862			1 862
As on 30 September 2010	3 840	74 586	1 862	299 625	2 410	382 323

	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 2009 r.	3 840	74 586		217 755	9	296 190
Adjustments for errors				(1 033)		(1 033)
As on 1 January 2009 r. after adj.	3 840	74 586		216 722	9	295 157
Results for the year				83 603		83 603
Currency exchange differences on conversion					(151)	(151)
Comprehensive income for the period ended 31 December 2009 r.				83 603	(151)	83 452
Dividend disbursement				(38 400)		(38 400)
As on 31 December 2009	3 840	74 586	0	261 925	(142)	340 209

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	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 2009 r.	3 840	74 586		217 755	9	296 190
Adjustments for errors				(1 033)		(1 033)
As on 1 January 2009 r. after adj.	3 840	74 586		216 722	9	295 157
Results for the year				46 554		46 554
Currency exchange differences on conversion					9	9
Comprehensive income for the period ended 30 September 2009 r.				46 554	9	46 563
Dividend disbursement				(38 400)		(38 400)
Other changes				(243)		(243)
As on 30 September 2009	3 840	74 586	0	224 633	18	303 077

INTERIM CONSOLIDATED CASH FLOW STATEMENT

	Period from 2010-01-01 to 2010-09-30	Period from 2009-01-01 to 2009-09-30
Gross profit (loss):	72 297	55 917
Adjustments:	(86 412)	(50 573)
Depreciation	16 331	13 042
Interest and share in profits (dividends)	(628)	
Currency exchange profit (loss)	2 578	(647)
Profit (loss) on investment activity	784	164
Cost of interest	5 129	5 442
Changes in provisions	(408)	(2 077)
Changes in inventory	(20 265)	(54 263)
Changes in receivables	(81 118)	10 562
Changes in short-term liabilities, other than loans and borrowings	15 451	(1 854)
Changes in prepayments and accruals		(1 478)
Other adjustments	1 862	
Income tax paid	(26 128)	(19 464)
Net operating cash flo	(14 115)	5 344
Investment cash flow		
Interest received	628	
Proceeds from the sale of tangible assets		67
Proceeds from loans to third parties	10 000	
Interest from loans to third parties		
Purchase of intangible assets	(49)	(50)
Purchase of tangible assets	(47 118)	(35 962)
Costs of loans to third parties	(10 000)	
Net investment cash flow	(46 539)	(35 945)
Financial cash flow		
Proceeds from incurring loans	85 507	160 884
Repayment of loans and borrowings	(47 233)	(104 286)
Payment of liabilities under financial leasing agreements	(51)	(217)
Interest	(5 129)	(5 442)
Net financial cash flow	33 094	50 939
Total cash flow	(27 560)	20 338
Net increase (decrease) in cash and cash equivalents	(27 560)	20 338
Cash and cash equivalents at the beginning of the period	60 895	15 358
Cash and cash equivalents at the end of the period	33 335	35 696

INTERIM FINANCIAL HIGHLIGHTS

	('000) PLN		('000) EUR	
	Period from 01 January 2010 to 30 September 2010	Period from 01 January 2009 to 30 September 2009	Period from 01 January 2010 to 30 September 2010	Period from 01 January 2009 to 30 September 2009
I. Sales revenue	691 018	625 089	172 638	142 088
II. Operating profit / (loss)	75 395	49 740	18 836	11 306
III. Profit / (loss) before tax	69 297	43 202	17 313	9 820
IV. Net / (loss) profit	55 083	34 375	13 761	7 814
V. Cash flow from operating activity	15 035	(1 135)	3 756	(258)
VI. Cash flow from investing activity	(41 708)	(32 035)	(10 420)	(7 282)
VII. Cash flow from financing activity	(1 332)	46 245	(333)	10 512
VIII. Total net cash flow	(28 005)	13 075	(6 997)	2 972
IX. Basic earnings per share (PLN/ EUR)	1,43	0,90	0,36	0,20
X. Diluted earnings per share (PLN/ EUR)	1,43	0,90	0,36	0,20
	('000) PLN		('000) EUR	
	30.09.2010	31.12.2009	30.09.2010	31.12.2009
XI. Total assets	635 642	536 231	159 429	130 527
XII. Total liabilities	331 447	250 581	83 132	60 995
XIII. Long-term liabilities	35 749	80 788	8 966	19 665
XIV. Short-term liabilities	295 698	169 793	74 166	41 330
XV. Equity	304 195	285 650	76 297	69 532
XVI. Share capital	3 840	3 840	963	935
XVII. Shares quantity	38 400 000	38 400 000	38 400 000	38 400 000
XVIII. Share book value (PLN/EUR)	7,92	7,44	1,99	1,81
XIX. Diluted share value (PLN/EUR)	7,92	7,44	1,99	1,81
XX. Declared Or paid dividends per share (PLN/EUR)	1,00	1,00	0,25	0,24

The financial data denominated in EUR regarding to the following principles:

- particular positions of assets and liabilities according to the average EUR/PLN exchange rates announced by National Bank of Poland on 30.09.2010 – 1 EUR=3.9870 and 31.12.2009 – 1 EUR=4.1082;

- particular positions of statement comprehensive and cash flow according to the arithmetic average EUR/PLN exchange rates announced by National Bank of Poland on the last day of every month in the following reporting periods: 01.01.2010 – 30.09.2010 and 01.01.2009 – 30.09.2009, 1 EUR=4.0027 and 1 EUR=4.3993 respectively.

INTERIM STATEMENT OF COMPREHENSIVE INCOME

	Period from 01 Jul 2010 to 30 Sep 2010	Period from 01 Jan 2010 to 30 Sep 2010	Period from 01 Jul 2009 to 30 Sep 2009	Period from 01 Jan 2009 to 30 Sep 2009
Sales revenue	261 290	691 018	228 028	625 089
Cost of sales	(132 664)	(336 584)	(123 324)	(331 805)
Gross profit /(loss) on sales	128 626	354 434	104 704	293 284
Other operating income	9 785	19 866	2 234	13 873
Selling costs	(98 955)	(271 560)	(82 444)	(241 308)
General and administrative costs	(2 122)	(3 876)	(938)	(2 427)
Other operating expenses	(13 102)	(23 469)	(11 296)	(13 682)
Operating profit /(loss)	24 232	75 395	12 260	49 740
Financial income	242	401	49	509
Financial expenses	(2 131)	(6 499)	(2 334)	(7 047)
Profit /(loss) before tax	22 343	69 297	9 975	43 202
Corporate income tax	(4 557)	(14 214)	(2 069)	(8 827)
Net loss from abandoned activities				
Net profit / (loss)	17 786	55 083	7 906	34 375
Other comprehensive income:				
Currency translation differences				
Total comprehensive income	17 786	55 083	7 906	34 375
Profit attributable to:				
Shareholders	17 786	55 083	7 906	34 375
Minority interests				
Earning per share:				
Basic and diluted	0,46 zł	1,43 zł	0,21 zł	0,90 zł

Due to the fact that no non-controlling interests are stated, net profit and comprehensive income are attributable to the shareholders of NG2 S.A.

INTERIM STATEMENT OF FINANCIAL POSITION

	At on 30 September 2010	At on 30 January 2010	At on 30 September 2009
Non-current assets			
Other intangible assets	554	933	970
Tangible fixed assets	170 623	147 491	134 351
Long-term investment	44 768	38 423	33 849
Long-term receivables	129	174	189
Deferred tax assets	1 845	1 512	2 132
Total non-current assets	217 919	188 533	171 491
Current assets			
Inventory	248 509	233 662	270 535
Trade receivables and other receivables	144 195	61 012	107 963
Cash and cash equivalents	25 019	53 024	21 391
Total current assets	417 723	347 698	399 889
Total assets	635 642	536 231	571 380
Shareholders' equity			
Share capital	3 840	3 840	3 840
Reserve capital from the sale of shares above their nominal value	74 586	74 586	74 586
Other capitals	1 862		
Retained earnings	223 907	207 224	173 060
Total shareholders' equity	304 195	285 650	251 486
Long-term liabilities			
Long-term loans and bank loans	35 000	80 000	105 000
Long-term provisions	683	683	908
Long-term liabilities under financial leasing	66	105	96
Total long-term liabilities	35 749	80 788	106 004
Short-term liabilities			
Trade liabilities and other liabilities	164 877	122 452	159 736
Income tax liabilities	2 618	5 882	1 503
Short-term liabilities under financial leasing	61	73	55
Short-term loans and bank loans	127 007	39 980	51 478
Short-term provisions	1 135	1 406	1 118
Total short-term liabilities	295 698	169 793	213 890
Total liabilities	635 642	536 231	571 380

INTERIM OFF BALANCE SHEET ITEMS

OFF BALANCE SHEET ITEMS	At on 30 Sep 2010	At on 31 Dec 2009	At on 30 Sep 2010
I. RECEIVABLES	34 800	40 450	40 450
1. Other receivables	34 800	40 450	40 450
1.1. from other undertakings(relative to)	34 800	40 450	40 450
- guarantees and warranties received	34 800	40 450	40 450
II. LIABILITIES	74 128	64 038	71 239
1. Other liabilities	74 128	64 038	71 239
1.1. To other undertakings (relative to)	74 128	64 038	71 239
- custom guarantees	22 500	22 500	22 500
- other guarantees	33 400	30 268	37 469
- security established	18 228	11 270	11 270
Total off balance sheet items	108 928	104 488	111 689

*Interim condensed consolidated financial statement of the NG2 S.A. Group for the 3 Quarter of 2010.
Amounts presented in thousands PLN, unless otherwise specified*

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Share capital	Reserve capital from the sale of shares above their nominal value	Other capitals	Retained earnings	Total shareholders' equity
As on 1 January 2010 r.	3 840	74 586		207 224	285 650
Comprehensive income for the period ended 30 September 2010				55 083	55 083
Dividend disbursement				(38 400)	(38 400)
Employee stock option plan - value of the benefit			1 862		1 862
As on 30 September 2010	3 840	74 586	1862	223 907	304 195

	Share capital	Reserve capital from the sale of shares above their nominal value	Other capitals	Retained earnings	Total shareholders' equity
As on 1 January 2009 r.	3 840	74 586		178 118	256 544
Adjustments for errors				(1 033)	(1 033)
As on 1 January 2009 r. after adj.	3 840	74 586		177 085	255 511
Comprehensive income for the period ended 31 December 2009 r.					
Results for the year				68 539	68 539
Dividend disbursement				(38 400)	(38 400)
As on 31 December 2009	3 840	74 586	0	207 224	285 650

*Interim condensed consolidated financial statement of the NG2 S.A. Group for the 3 Quarter of 2010.
Amounts presented in thousands PLN, unless otherwise specified*

	Share capital	Reserve capital from the sale of shares above their nominal value	Other capitals	Retained earnings	Total shareholders' equity
As on 1 January 2009 r.	3 840	74 586		178 118	256 544
Adjustments for errors				(1 033)	(1 033)
As on 1 January 2009 r. after adj.	3 840	74 586		177 085	255 511
Comprehensive income for the period ended 30 September 2009 r.					
Results for the year				34 375	34 375
Distribution of profit				(38 400)	(38 400)
As on 30 September 2009	3 840	74 586	0	173 060	251 486

INTERIM CASH FLOW STATEMENT

	Period from 01 Jan 2010 to 30 Sep 2010	Period from 01 Jan 2009 to 30 Sep 2009
Gross profit (loss):	69 297	43 202
Adjustments:	(54 263)	(44 337)
Depreciation	13 679	10 427
Interest and share in profits (dividends)	(495)	
Profit (loss) on investment activity	896	742
Cost of interest	4 908	5 368
Changes in provisions	(271)	(579)
Changes in inventory	(14 847)	(45 516)
Changes in receivables	(83 138)	3 142
Changes in short-term liabilities, other than loans and borrowings	41 716	2 510
Changes in prepayments and accruals		(1 064)
Other adjustments	2 440	
Income tax paid	(19 150)	(19 367)
Net operating cash flow	15 035	(1 135)
Investment cash flow		
Interest received	495	
Proceeds from the sale of tangible assets	25	67
Purchase of intangible assets	(44)	(29)
Purchase of tangible assets	(35 261)	(32 073)
Purchase of investments available for sale	(6 923)	
Net investment cash flow	(41 708)	(32 035)
Financial cash flow		
Proceeds from incurring loans	77 007	152 330
Repayment of loans and borrowings	(34 980)	(100 500)
Dividends and other disbursements to owners	(38 400)	
Payment of liabilities under financial leasing agreements	(51)	(217)
Interest	(4 908)	(5 368)
Net financial cash flow	(1 332)	46 245
Total cash flow	(28 005)	13 075
Net increase (decrease) in cash and cash equivalents	(28 005)	13 075
Cash and cash equivalents at the beginning of the period	53 024	8 316
Cash and cash equivalents at the end of the period	25 019	21 391

GENERAL INFORMATION

Name of the parent company: NG2 Spółka Akcyjna

Registered Office
of the parent company: Polkowice

Address: ul. Strefowa 6, 59-101 Polkowice

Telephone: (0-prefix-76) 845 84 00

Telefax: (0-prefix-76) 845 84 31

E-mail: ng2@ng2.pl

Website: www.ng2.pl

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

KRS: 0000211692

Regon [statistical number]: 390716905

NIP [Tax Identification Number] 692-22-00-609

Scope of business: According to the European Classification of Activities,
the Issuer's core business is wholesale and retail
trade services of clothing and footwear (ECA 5142).

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

DESCRIPTION OF THE ORGANIZATION ISSUER'S GROUP INDICATING THE THE UNITS TO BE CONSOLIDATED

At 30 September 2010 Group of Companies NG2, include:

- a) the parent company NG2 SA, based in Polkowice,
- b) subsidiaries:
 - CCC Factory Sp. z o.o. established in Polkowice,
 - CCC Boty Czech sro, based in Prague, Czech Republic
 - Continental Trust Fund no. 968 in USA
 - NG2 Suisse S.a.r.l. headquartered in Zug, Switzerland.

NG2 SA holds 100% equity participation in the above. entities and 100% of the total number of votes Companies.

Continental Trust Fund does not prepare financial statements, as it is not required by the law of the USA. The Trustee will, at each request of the Beneficiary, provide a written confirmation of what type of property was transferred for administration. Property valuation will be made according to International Accounting Standards (IAS).

Table 1. The NG2 SA Group's related parties stated 30 September 2010

Subsidiaries of the NG2 S.A.	Head office /Country	Share in equity %	Consolidation methode
CCC Factory Sp. z o.o.	Polkowice, Poland	100	Full
CCC Boty Czech s.r.o.	Prague, Czech Rep.	100	Full
Continental Trust Fund no. 968	USA	100	-
NG2 Suisse S.a.r.l	Zug, Switzerland	100	Full

BASIS FOR PREPARATION.

NG2 S.A. Capital Group is presenting financial report for the three quarters of 2010 with the beginning on January 1st 2010 and the end on September 30th 2010.

The interim condensed consolidated statement presented were prepared with accordance to IAS 34 "Interim Financial Reporting". This consolidated financial report does not embrace all the information and disclosures required in the annual consolidated financial report and it should be read together with consolidated financial statement for the period 01.01.2009 -31.12.2009.

BASIS CONSOLIDATION.

The consolidated financial statements include the parent report and the report of NG2 subsidiaries. Subsidiaries are consolidated in the period from the date of acquisition of control by the Group until the date of cessation of control.

The CCC FACTORY Sp. z o.o. subsidiary started to be controlled from 01.06.2004, and CCC BOTY CZECH s.r.o. from 01.01.2005, NG2 Suisse S.a.r.l. from 30.04.2010.

This subsidiary are consolidated. All transactions, balances, income and expenses between related parties are subject to exemptions consolidated consolidation.

Continental Trust Fund does not prepare financial statements, as it is not required by the law of the USA. The Trustee will, at each request of the Beneficiary, provide a written confirmation of what type of property was transferred for administration. Property valuation will be made according to International Accounting Standards (IAS).

FUNCTIONAL AND REPORTING CURRENCY.

The items included in interim condensed financial statements of Group entities are measured in the currency of the primary economic environment in which a given entity operates ("functional currency"). Financial statements are presented in the PLN currency which is a functional and presentation currency of the Group. The data presented is expressed as thousands PLN.

RELEVANT ACCOUNTING STANDARDS.

Accounting standards applied by entities of NG2 S.A. Group did not change in relation to those used in financial statement prepared for 31.12.2009.

SHORT DESCRIPTION OF IMPORTANT ACHIEVEMENTS OR FAILURES OF THE ISSUER IN THE REPORTING PERIOD AND A LIST OF THE MOST IMPORTANT RELATED EVENTS.

The NG2 Capital Group's achievements of the 3rd quarter 2010 include, in particular:

- increase of income from sales by 16.5% in comparison with the 3rd quarter of 2009 (incrementally for 3 quarters + 8.6%);
- increase of operating profit by 110.7% in comparison with the 3rd quarter of 2009 (incrementally for 3 quarters + 63.5%);
- increase of net profit by 100.2% in comparison with the 3rd quarter of 2009 (incrementally for 3 quarters + 26.8%);
- strengthening the reputation of the Company and further development of the chain of CCC, QUAZI, BOTI showrooms.

As at 30 September 2010 the retail network of the NG2 Capital Group had 705 sales outlets, i.e.:

- 267 showrooms of the CCC brand (236 showrooms as at 30.09.2009);
- 48 QUAZI boutiques (44 boutiques as at 30.09.2009);
- 225 own BOTI shops (210 shops as at 30.09.2009);
- 41 branded showrooms in the Czech Republic (33 showrooms as at 30.09.2009);
- 124 franchise chain shops, including 63 BOTI shops (79 CCC and 65 BOTI as at 30.09.2009);

The sales area in the own facilities located domestically increased up to 123,300 sq.m (108,300 sq.m as at 30.09.2009), i.e. by 13.9% compared to 17.8% decrease retail space franchise store (from 25,900. sq.m - as at 30.09.2009 to 21,300 sq.m at as 30.09.2010).

DESCRIPTION OF FACTORS AND EVENTS, IN PARTICULAR NON-RECURRING ONES, WHICH HAD A MATERIAL EFFECT ON FINANCIAL RESULTS.

During the reporting period, there were no events which affect the value of the results.

INFORMATION ON THE NATURE AND EXTENT OF ANY SIGNIFICANT RESTRICTIONS ON THE ABILITY OF SUBSIDIARIES TO TRANSFER FUNDS TO THE PARENT, IN THE FORM OF CASH DIVIDENDS TO REPAY CREDIT OR LOANS.

To the knowledge of the Management Board of the parent company, there are no significant restrictions on the ability of subsidiaries to transfer funds to the parent company.

EXPLANATIONS TO SEASONALITY OR CYCLIST OF THE ISSUER'S ECONOMIC ACTIVITY IN THE REPORTING PERIOD.

The seasonality of sales concerns NG2 SA. It's the significant factor as it is in a whole branch of shoes and clothing. It is possible to point out two fundamental periods with the highest value of sales revenue: 2nd and 4th quarter. As well the whole year sales is strongly subordinated to weather conditions. They can disturb seasonality model by hasting or delaying periods of i periods of higher and lower sales

INFORMATION CONCERNING THE ISSUE, REDEMPTION AND REPAYMENT OF NON EQUITY SECURITIES.

On 12 November 2009, at the Extraordinary General Meeting of Shareholders of NG2 SA has taken resolution i.a. on amendments to the statutes permitting the emission of one or more shares in the capital increase target. This is an opportunity issued a 10% capital ie 3,840,000 shares within three years (RB 50/2009).

INFORMATION ON ANY DIVIDEND PAID OUT (OR DECLARED) IN AGGREGATE AND PER ONE SHARE, SEPARATELY FOR ORDINARY AND PREFERENCE SHARES.

On 17 June 2010 General Meeting of Shareholders of NG2 SA passed a resolution on the payment of dividends to net profit for the year 2009 of EUR 38,400 PLN. The amount of dividends on a per share is 1.0 PLN. Day of determining entitlement to the dividend (day D) has established on 15 September 2010 dividend payment date (the day) has established on 27 September 2010.

EVENTS THAT OCCURRED AFTER THE DATE OF PREPARING THE CONDENSED QUARTERLY FINANCIAL STATEMENTS AND WHICH WERE NOT RECOGNIZED IN THESE STATEMENTS BUT WHICH MAY MATERIALLY AFFECT THE FUTURE RESULTS OF THE ISSUER.

Not applicable.

INFORMATION ON CHANGES IN CONTINGENT LIABILITIES OR ASSETS THAT HAVE OCCURRED SINCE THE END OF THE PREVIOUS FINANCIAL YEAR.

Changes of contingent liabilities or contingent assets the describes below table:

	30 Sep 2010	31 Dec 2009	30 Sep 2009
1) - received guarantees and sureties	34 800	40 450	40 450
Total contingent assets	34 800	40 450	40 450
1) customs bonds	22 500	22 500	22 500
2) other guarantees	33 400	30 268	37 469
3) collaterals granted	7 000	7 000	6 270
Total contingent liabilities	62 900	59 768	66 239

Customs bonds are employed to secure the payment of customs liabilities related to maintaining bonded warehouses by the Company, and their maturity date falls on 17.06.2011

Other guarantees secure premises lease agreements entered into, and their maturity date falls on 31.01.2012

The collaterals granted are related to the Paylink credit line opened in Bank Handlowy in favour of franchise clients, and their maturity date has not been defined.

According to long-term credit agreement entered into with BRE Bank SA The company was required to maintain operating margins at the level specified in the contract. The Company did not realize this condition during the reporting period. On the balance sheet date, the Company did not benefit from the credit limit granted by BRE Bank SA.

In the event that the Company no longer meeting the investment structure of high storage warehouse would be forced to cover these liabilities to contractors:

Performer	Value of contingent liability
TGW Systems Integration Gmbh	Payment of the cost of loss of profits or other losses and expenses incurred by the Contractor up to the amount of 380 000 EUR. The salary has been set at 12,680 EUR
Wielkopolskie Przedsiębiorstwo Inżynierii Przemysłowej Sp. z o.o. Sp.k.	Contractual penalty amounting to 10% of the net. Price was set at 21,998

Breach of other loans in the Group did not involve significant risk.

INFORMATION ON APPLYING AVERAGE EXCHANGE RATES OF PLN, PUBLISHED BY THE NATIONAL BANK OF POLAND, IN THE PERIOD REPORTED IN THE FINANCIAL STATEMENTS AND COMPARABLE FINANCIAL DATA IN RELATION TO EUR.

Financial period	Average rate for the period	The minimum rate for the period	The maximum rate for the period	Rates on the last day of the period
01.01 – 30.09.2010	4,0027	3,8356	4,1770	3,9870
01.01 – 30.09.2009	4,3993	3,9170	4,899	4,2226

The financial data denominated in EUR regarding to the following principles:

- particular positions of assets and liabilities according to the average EUR/PLN exchange rates announced by National Bank of Poland on 30.09.2010 - 1 EUR = 3.9870 and 31.12.2009 - 1 EUR= 4.1082;
- particular positions of statement comprehensive and cash flow according to the arithmetic average EUR/PLN exchange rates announced by National Bank of Poland on the last day of every month in the following reporting periods: 01.01.2010 – 30.09.2010 and 01.01.2009 – 30.09.2009, 1 EUR=4.0027 and 1 EUR=4.3993 respectively.

EFFECTS OF CHANGES IN THE STRUCTURE OF THE COMPANY, INCLUDING MERGERS, ACQUISITIONS OR DISPOSALS OF THE ISSUER'S GROUP UNDERTAKINGS, LONG-TERM INVESTMENTS, DE-MERGERS, RESTRUCTURING AND DISCONTINUED OPERATIONS.

Not applicable.

THE MANAGEMENT BOARD'S ATTITUDE TOWARDS POSSIBILITY OF REALIZING PREVIOUSLY ANNOUNCED FORECASTS FOR A GIVEN FINANCIAL YEAR ACCORDING TO THE INFORMATION PRESENTED IN THE INTERIM REPORT REGARDING TO THE FORECASTED FIGURES.

Any financial forecasts had not been published for year 2010.

SHAREHOLDERS HOLDING, DIRECTLY OR INDIRECTLY VIA SUBSIDIARIES, AT LEAST 5% OF TOTAL NUMBER OF VOTES AT THE GENERAL MEETING OF THE ISSUER ON THE DATE OF SUBMITTING THE QUARTERLY REPORT .

Shareholder	Number of shares owed	Participation in share capital (%)	Number of votes at the General Meeting	Participation in the total 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 the Luxprofi s.a.r.l. subsidiary.	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
PIONEER Investment Management	3 271 877	8,52	3 271 877	7,26
PKO TFI	2 350 500	6,12	2 350 500	5,22

Changes in ownership of large blocks of shares in the period since the previous report half-year have:

- Mr Leszek Gaczorek at the date of the report Q Sr –III/2010 has had 3.010.000 shares NG2 S.A. (at the date of the report SA- PS 2010 has had 4.010.000 shares NG2 S.A.). At 24 September 2010 Mr Leszek Gaczorek made transaction of disposal 1.000.000 shares NG2 S.A The package transaction took place during the trading session on the Warsaw Stock Exchange. (RB 44/2010).

- PKO TFI – the Issuer on 4 October 2010 received the information from PKO Towarzystwo Funduszy Inwestycyjnych ("TFI") about increase the involvement of capital to 6,12%, 5,22% of the total number of votes at the Extraordinary General Meeting of Shareholders of NG2 SA, what informed the issuer in the current report on 4 October.2010 (RB 47/2010).

- Luxprofi S.a.r.l – information about this topic was identified in point 18.

As at the date of preparing the financial statements for 3rd 2010, NG2 S.A. did not hold information about other shareholders with the number of votes at the General Meeting equaling at least 5%.

SUMMARY OF NUMBER OF SHARES OF THE ISSUER OR THE RIGHTS TO THEM BY MANAGERS AND SUPERVISORS OF THE ISSUER AT THE DATE OF QUARTERLY REPORT, TOGETHER WITH AN INDICATION OF CHANGES IN OWNERSHIP DURING THE PERIOD OF THE PRIOR QUARTERLY REPORT, SEPARATELY FOR EACH PERSON.

To the knowledge of Issuer the volume of shares held by the management and supervision personnel presents as follow:

Position / Function Name	Volume of shares held on the day of announcement of Q Sr – III /2010	Volume of share held on the day of the first announced PS /2010
President of the Management Board – Dariusz Miłek *	4 750 000	4 750 000
Vice President of the Management Board – Mariusz Gnych	120 000	120 000

* Mr Dariusz Miłek is also a parent entity in company named Luxprofi S.a.r.l., at the date of the report PS/2010 has had 12.350.000 shares NG2 S.A, on 24 September 2010 Luxprofi S.a.r.l. transaction of disposal 1.740.000 shares NG2 S.A (RB 45/2010).

Mr Dariusz Miłek in 3rd 2010 r. made the following transaction:

- 20 September 2010 r. – transaction of purchase 150.000 shares NG2 S.A. by Mr Dariusz Miłka from Mrs Renaty Miłek ((closely associated person) under contract of donation (RB 43/2010).
- 24 September 2010 r. – transaction of disposal 150.000 shares NG2 S.A.(RB 45/2010).

INDICATION OF PROCEEDINGS PENDING BEFORE COURTS, COMPETENT ARBITRATION TRIBUNALS OR PUBLIC ADMINISTRATION BODY.

The entities of NG2 S.A. Group are not a party to any legal proceedings where the value of a subject of litigation exceeds 10% of the Company's equity.

INFORMATION ABOUT THE CONCLUSION BY THE ISSUER OR ITS SUBSIDIARY ONE OR MORE TRANSACTIONS WITH RELATED PARTIES, IF INDIVIDUALLY OR COLLECTIVELY THEY ARE SIGNIFICANT AND HAVE BEEN INCLUDED UNDER OTHER CIRCUMSTANCES THAN MARKET.

On August 10, 2010 a resolution was passed on the increase of the share capital of CCC Boty Czech s.r.o to 60,000 thousand. CZK, the conversion of the debts of the company CCC Boty Czech sro to NG2

INFORMATION ON SURETIES FOR LOANS OR GUARANTEES ISSUED BY THE ISSUER OR ITS SUBSIDIARY UNDERTAKING— JOINTLY TO ONE ENTITY OR ITS SUBSIDIARY, IF THE AGGREGATE VALUE OF EXISTING SURETIES AND GUARANTEES IS EQUIVALENT TO AT 10% OF THE ISSUER'S EQUITY.

Not applicable.

IMPORTANT INFORMATION FROM THE ISSUER POINT OF VIEW FOR PERSONNEL, PROPERTY, FINANCIAL AND FINANCIAL RESULT SITUATION AND THEIR CHANGES AND ALSO INFORMATION WHICH ARE SIGNIFICANT FOR ASSESSMENT OF POSSIBILITY OF LIABILITIES SETTLEMENT.

Financial statement consist basic information which are important for the Group assessment. The Management Board claims that there is no risk in settling the Group liabilities.

INDICATED FACTORS WHICH IN THE ASSESSMENT OF THE ISSUER HAD AN INFLUENCE ON ACHIEVED FINANCIAL RESULTS.

The Issuer believes that the following are the primary factors which will affect the results of the NG2 S.A. Group achieved in the near future:

- 1) amount of achieved sales volume and achieved margins,
- 2) further dynamic growth of the NG2 Group commercial chain,
- 3) prevailing weather conditions,
- 4) exchange rates.

THE AFTER BALANCE DATE EVENTS.

On the 28 October 2010, the Company signed of agreement with Powszechna Kasa Oszczędności Bank Polski S.A. Subject matters of the agreement is a loan in the form of multi- purpose credit line (hereinafter referred to as "limit") in the amount of PLN 50,000,00.00 (fifty million 00/100), in which the PKO BP SA provides the Company overdraft credit on current account and revolving working capital loan of up to 100% limit, to fund current activity obligations (RB 49/2010).

SEGMENT REPORTING.

Identification of operating segments. Operating segments are presented in the manner consistent with internal reporting submitted to the chief operating decision-maker – the Management Board of the Parent. Group NG2 S.A. presents operating segments in the figures stores and contractor franchise.

Identification of reportable segments. Separated operating segments (stores, contracting parties) are aggregated in reportable segments as they meet the aggregation criteria specified in IFRS 8. NG2 S.A. Group identifies two reportable segments ("retail activity", "franchise and other activity") pursuant to IFRS 8 "Operating segments". In the reported segments, NG2 S.A. Group pursues business activity by obtaining revenue and incurring expenses. Segment performance is examined on a regular basis by chief operating decision-makers (persons making crucial operating decisions). Financial information concerning identified segments is also available.

Segment "retail activity" – "retail". The segment "retail activity" encompasses, above all, the sales of shoes, shoe care products, clothing accessories. The sale is performed by NG2 S.A. in its own outlets within the territory of Poland and Czech Republic and is directed to retail customers. Retail sale is effected under 3 chains: CCC, BOTI, QUAZI. Each individual outlet operating under one of the chains and analyzed separately by chief operating decision-maker is considered an operating segment. Due to the similarities between the long-term average gross margins, as well as a similar nature of goods (e.g. shoes, shoe care products, clothing accessories), manner of goods distribution and recipients categories (sales performed in own outlets and directed towards retail customers), the segment "retail activity" includes financial information altogether for the CCC, BOTI, QUAZI chains, and operating segments have been aggregated pursuant to IFRS 8, thus creating reportable segment "retail activity".

Segment "franchise and other activity" – "franchise and other". The "franchise and other activity" segment includes mostly the sale of shoes, shoe care products, clothing accessories, services, as well as the value of the goods sold (e.g. shoes) to the Companies not belonging to NG2 S.A. Group. The sale is carried out by NG2 S.A. and CCC Factory Sp. z o.o. on the territory of Poland and is directed towards domestic wholesale recipients (including, above all, sales in franchise outlets of CCC and BOTI) and foreign wholesale recipients. Each individual recipient operating under one of the chains and analyzed separately by chief operating decision-maker is considered an operating segment. Due to the similarities between the long-term average gross margins, as well as a similar nature of goods (i.a. shoes, shoe care products, clothing accessories) and services provided (i.a. re-invoicing transportation services), manner of goods distribution and recipients categories (sales directed towards wholesale customers), the "franchise and other activity" segment includes financial information for all contracting parties aggregated in accordance with IFRS 8 to create a reportable segment "franchise and other activity".

The accounting principles applied to operating segments are the same as the accounting principles pursuant to which the Companies of NG2 S.A. Group compile financial statements. The Group estimates segment performance based on operating profit or loss before tax.

Other disclosures referring to reportable segments. The following items do not occur: revenue on transactions with other operating segments of the same entity, entity's share in profit or loss of associated entities and common undertakings and significant non-cash items other than depreciation and amortization.

*Interim condensed consolidated financial statement of the NG2 S.A. Group for the 3 Quarter of 2010.
Amounts presented in thousands PLN, unless otherwise specified*

Due to the fact that the Group can not directly attributable to asset and liabilities, in accordance with IFRS 8, to the segment or on the basis of reasonable attributed to this segment are waived for their presentation in the interim consolidated financial statements.

Jan - Sep 2010	Retail activity	Franchise and other activity	Unassigned items	Total
Revenue from sale, of which	623 862	84 334		708 196
- obtained in Poland	579 729	83 639		663 368
- obtained outside of Poland	44 133	695		44 828
Prime cost of sale	(266 211)	(56 405)	(1 963)	(324 579)
Gross earnings from sale	357 651	27 929	(1 963)	383 617
Cost of sales and management	(297 131)	(6 200)	23	(303 308)
Balance of other earnings and operating costs	(251)	(1 030)		(1 281)
Operating profit	60 269	20 699	(1 940)	79 028
Balance of earnings and financial costs	(4 740)	(1 991)		(6 731)
Profit before tax	55 529	18 708	(1 940)	72 297
Income tax			3 803	3 803
Net profit				76 100
Net profit disclosed in the consolidated statement of global income				76 100
Earnings from interest			235	235
Cost of interest	4 174	724	231	5 129
Depreciation	10 796	1 679	3 856	16 331

Jan - Sep 2009	Retail activity	Franchise and other activity	Unassigned items	Total
Revenue from sale, of which	539 487	112 539		652 027
- obtained in Poland	504 806	112 539		617 345
- obtained outside of Poland	34 681			34 681
Prime cost of sale	(244 925)	(74 614)	(1 757)	(321 297)
Gross earnings from sale	294 562	37 925	(1 757)	330 730
Cost of sales and management	(262 172)	(6 547)	(210)	(268 930)
Balance of other earnings and operating costs	364	157		521
Operating profit	32 754	31 535	(1 967)	62 321
Balance of earnings and financial costs	(5 101)	(1 303)		(6 404)
Profit before tax	27 653	30 232	(1 967)	55 917
Income tax			(9 363)	(9 363)
Net profit				46 554
Net profit disclosed in the consolidated statement of global income				46 554
Earnings from interest				438
Cost of interest	4 278	1 057	107	5 442
Depreciation	8 673	531	3 838	13 042

Disclosure of information concerning the entity. The NG2 S.A. Group presents information about revenues from product sales and services sales for external customers in the frame work of reporting segments. The group of products (i.e. shoes, shoe-care products, clothing articles) is presented in retail and wholesale segment (due to the minority of sales share products other than shoes are not separately introduced). Therefore NG2 S.A. Group does not present separately data concerning

income on products and services sale. In the financial statement the Group presents information about incomes acquired from exterior customers categorized by regions, as well data about fixed assets other than financial instruments and deferred income tax assets categorized by regions.

In the financial statement the Group does not presents information concerning major customers, due to fact that incomes gained from individual external customers do not reach 10 % of total incomes.

Jan – Sep 2010	Poland	Czech Republic	Switzerland	Total
Earnings from sale	663 368	44 133	695	708 196
Tangible assets other than financial instruments	210 429	15 208	268	225 905
Deferred tax assets	3 754	3 682	20 885	28 321

Jan – Sep 2010	Poland	Czech Republic	Switzerland	Total
Earnings from sale	617 346	34 681		652 027
Tangible assets other than financial instruments	183 839	13 572		197 411
Deferred tax assets	2 149	2 543		4 692

NOTES – on the consolidated financial statements

PROVISIONS

	Provision for guarantee repairs	Provision for employee benefits	Total
	PLN'000	PLN'000	PLN'000
As at 30 September 2009	2 482	909	3 391
As at 31 December 2009	1 764	901	2 665
Change from F/X differences		15	15
Provision created in the year			
Release of provision	423		423
Provision used			
As at 30 September 2010	1 341	916	2 257
Provisions up to 1 year	1 185		1 185
Provisions of more than 1 year	156	916	1 072

Deferred tax provision	30 Sep 2010	31 Dec 2009	30Sep 2009
Accelerated tax depreciation	413	561	694
Interest	32	42	61
Total	445	603	756

DEFERRED TAX ASSETS

	30 Sep 2010	31 Dec 2009	30Sep 2009
Costs after balance sheet date	302	395	1 318
Provisions	1 264	995	846
Impairment of assets	653	681	536
Consolidation adjustment to margin on inventories	2 761	1 813	669
Tax losses	2 891	2 772	2 079
Valuation of trademarks	20 885		
Other	10	17	-
Deferred tax assets	28 766	6 673	5 448

ADJUSTMENTS TO PREVIOUS PERIODS

Title	Adjustments to previous periods	30 Sep 2009	
		Dt	Ct
Presentation re- invoice for rental services	Sales revenue		196
	Cost of sales	753	
	Selling costs		557
Net assets and a provision for income taxes	Deffered tax asset		756
	Deffered tax provision	756	
Presentation of goods in maritime transport	Trade receivables and other receivables		10 323
	Trade liabilities and other liabilities	10 323	
Presentation of the health premium	Trade liabilities and other liabilities		1 387
	Income tax liabilities	1 387	

NOTES – on the financial statements

PROVISIONS

	Provision for guarantee repairs	Provision for employee benefits	Total
	PLN'000	PLN'000	PLN'000
As at 30 September 2009	1 118	908	2 026
As at 31 December 2009	1 406	683	2 089
Provision created in the year			
Release of provision	271		271
Provision used			
As at 30 September 2010	1 135	683	1 818

*Interim condensed consolidated financial statement of the NG2 S.A. Group for the 3 Quarter of 2010.
Amounts presented in thousands PLN, unless otherwise specified*

Provisions up to 1 year	1 135	0	1 135
Provisions of more than 1 year	0	683	683

Deferred tax provision	30 Sep 2010	31 Dec 2009	30Sep 2009
Accelerated tax depreciation	272	351	412
Interest	32	42	61
Total	304	393	473

DEFERRED TAX ASSETS

	30 Sep 2010	31 Dec 2009	30Sep 2009
Costs after balance sheet date	222	329	1 123
Provisions	1 264	995	846
Impairment of assets	653	564	536
Other	10	17	-
Deferred tax assets	2 149	1 905	2 605

ADJUSTMENTS TO PREVIOUS PERIODS

The Company has made adjustments to comparable periods as per statement below:

Title	Adjustments to previous periods	30 Sep 2009	
		Dt	Ct
Net assets and a provision for income taxes	Deffered tax asset		473
	Deffered tax provision	473	
Presentation of goods in maritime transport	Trade receivables and other receivables		10 323
	Trade liabilities and other liabilities	10 323	
Presentation of the health premium	Trade liabilities and other liabilities		1 387
	Income tax liabilities	1 387	

SIGNATURE OF THE PERSON ENTRUSTED WITH KEEPING THE COMPANY'S BOOKS

Edyta Banaś	Chief Accountant	
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SIGNATURES OF ALL MEMBERS OF THE MANAGEMENT BOARD

Dariusz Miłek	President of the Management Board	
Mariusz Gnych	Vice-President of the Management Board	
Piotr Nowjalis	Vice-President of the Management Board	

Polkowice, 8th November 2010 r.