

RADIOSHACK CORPORATION

INSIDER TRADING POLICY

I. Introduction

The purpose of this insider trading policy is to promote compliance with all applicable federal and state securities laws by RadioShack Corporation and its board members, officers and employees. This policy replaces any previous policy of RadioShack concerning insider trading.

II. Applicability

This policy is applicable to all board members, officers, employees, agents and advisors of RadioShack Corporation and its subsidiaries (collectively, "RadioShack"). This policy applies to all our employees, whether located in or outside the United States. Questions regarding this policy, or its application to any proposed transaction, should be directed to RadioShack's General Counsel, who has the authority to interpret this policy and its application. Ultimately, however, the responsibility for adhering to this policy and avoiding unlawful transactions rests with the individual board member, officer, employee, agent or advisor.

III. Policy

If any member of the board of directors, officer or employee of RadioShack, or any agent or advisor of RadioShack, has material nonpublic information relating to RadioShack, it is RadioShack's policy that neither that person nor any Related Person (as defined in Section IV.D. below) may buy or sell securities of RadioShack or engage in any other action to take advantage of, or pass on to others, that information. This policy also applies to material nonpublic information relating to any other company with publicly traded securities, including our customers or suppliers, obtained in the course of your employment by, or association with, RadioShack.

To avoid even the appearance of impropriety, additional restrictions on trading RadioShack securities, as described in Section VI below, apply to members of the board of directors and officers.

IV. Definitions/Explanations

A. Who is an "Insider"?

Any person who possesses material nonpublic information is considered an insider as to that information. Insiders include RadioShack board members, officers, employees, independent contractors and those persons in a special relationship with RadioShack (e.g., its auditors, consultants or attorneys). The definition of insider is specific to each transaction. In other words, an individual is an insider with respect to each item of material nonpublic information of which he or she is aware.

B. What is "Material" Information?

The materiality of information depends upon the circumstances. Information is considered "material" if there is a substantial likelihood that a reasonable investor would consider it important in making an investment decision whether to buy, sell or hold a security or if the information is likely to have a significant effect on the market price of the security. Material information can be positive or negative and can relate to virtually any aspect of a company's business or to any type of security, whether debt or equity.

Some examples of material information include:

- unpublished financial results,
- news of a pending or proposed company transaction,
- significant changes in corporate objectives,
- news of a significant sale or purchase of assets,
- resignation of the independent auditor,
- changes in dividend policies, and
- financial liquidity problems.

The above list is only illustrative; many other types of information may be considered “material,” depending on the circumstances. The materiality of particular information is subject to reassessment on a constant basis.

C. What is “Nonpublic” Information?

Information is “nonpublic” if it is not available to the general public. For information to be considered public, it must be widely disseminated in a manner making it generally available to investors through media like *Dow Jones*, *Reuters Economic Services*, *The Wall Street Journal*, *Associated Press*, or *United Press International*. The circulation of rumors, even if accurate and reported in the media, does not constitute effective public dissemination, unless and until publicly confirmed or denied by RadioShack.

D. Who is a “Related Person”?

For purposes of this policy, a Related Person includes:

- your spouse, minor children and anyone else living in your household,
- partnerships in which you are a general partner;
- trusts of which you are a trustee; and
- estates of which you are an executor or executrix.

V. Restrictions

A. Non-disclosure of Material Nonpublic Information

Material nonpublic information must not be disclosed to anyone, except the persons within RadioShack or third party agents of RadioShack (such as the independent auditors, investment banking advisors or outside legal counsel) whose positions require them to know it, until this information has been publicly released by RadioShack.

B. Prohibited Trading in RadioShack Securities

You may not place a purchase or sell order or recommend that another person place a purchase or sell order in RadioShack securities (including initial elections, changes in elections or reallocation of RadioShack stock in your RadioShack 401(k) plan account) when you have knowledge of material information concerning RadioShack that has not been disclosed to the public. By purchasing or selling RadioShack securities, you are attesting that you do not have knowledge of material nonpublic information concerning RadioShack.

This rule does not apply to the purchase of stock under the RadioShack Shares Plan, RadioShack’s Executive Deferred Compensation/Stock Plans (or any other RadioShack-

sponsored stock plan) resulting from your periodic contributions to the plan under an election you made at the time of enrollment in the plan. However, the trading restrictions do apply to your election to participate in the plan, any modifications to your periodic contributions and to your sales of RadioShack stock purchased under the plan.

C. Prohibition of Trading for Two Days Following Earnings Releases and Other Material Announcements

All employees must allow at least two full trading days following publication of earnings releases and other material announcements before trading in RadioShack securities. This two-day period permits a reasonable amount of time to elapse for the market to react to the information contained in the announcement.

Therefore, if RadioShack makes an announcement before the commencement of trading on a Monday, an employee may trade in RadioShack securities starting on Wednesday of that week, because two full trading days would have elapsed by then (all of Monday and Tuesday). If the announcement is made on Monday after trading begins, employees may not trade in RadioShack securities until Thursday. If the announcement is made on Friday after trading begins, employees may not trade in RadioShack securities until Wednesday of the following week.

D. "Tipping" Information to Others

Insiders are liable for communicating or tipping material nonpublic information to Related Persons and any other third party (a "tippee"). Further, insider trading violations are not limited to trading or tipping by insiders. Persons other than insiders also can be liable for insider trading, including tippees who trade on material nonpublic information tipped to them and individuals who trade on material nonpublic information which has been misappropriated.

Tippees inherit an insider's duties and are liable for trading on material nonpublic information illegally tipped to them by an insider. Similarly, just as insiders are liable for the insider trading of their tippees, so are tippees who pass the information along to others who trade. In other words, a tippee's liability for insider trading is no different from that of an insider. Tippees can obtain material nonpublic information by receiving overt tips from others or through, among other things, conversations at social, business or other gatherings.

E. Avoid Speculation

Investment in RadioShack and sharing in the growth of RadioShack, however, does not mean short-range speculation based on fluctuations in the market. Such activities may put the personal gain of the board member, officer or employee in conflict with the best interests of RadioShack and its shareholders. Consequently, board members and officers, and their Related Persons, may not trade in options, warrants, puts and calls or similar instruments on RadioShack securities or sell RadioShack securities "short." In addition, board members and officers, and their Related Persons, may not hold RadioShack securities in margin accounts. Investing in RadioShack securities provides an opportunity to share in the future growth of RadioShack.

Anyone may, of course, exercise stock options granted to them by RadioShack and, subject to the restrictions discussed in this policy and other applicable RadioShack policies, sell shares acquired through exercise of these options.

F. Trading in Other Securities

No RadioShack board member, officer or employee may place a purchase or sell order, or recommend that another person place a purchase or sell order, in the securities of another

corporation if the person learns of material nonpublic information about the other corporation in the course of his/her employment with RadioShack.

VI. Additional Restrictions and Requirements for Board Members, Officers and Certain Other Employees

A. Trading Window

In addition to being subject to all of the other limitations in this policy, members of the board of directors, officers, area vice presidents and senior directors of RadioShack may buy or sell RadioShack securities only during the period beginning two full trading days after the release of RadioShack quarterly earnings and ending as described in the table below:

| <u>Trading Window Opens</u> | <u>Trading Window Closes</u> |
|---|--|
| Two full trading days after the annual earnings release (typically in mid- to late- February) | The <u>later</u> of the close of trading: <ul style="list-style-type: none">• On the last business day of February or• Fourteen calendar days following the second trading day after the release.* |
| Two full trading days after the 1Q earnings release (typically in mid- to late-April) | Close of trading on the last business day of May |
| Two full trading days after the 2Q earnings release (typically in mid- to late-July) | Close of trading on the last business day of August |
| Two full trading days after the 3Q earnings release (typically in mid- to late-October) | Close of trading on the Wednesday before Thanksgiving |

The General Counsel may also require persons in addition to those listed above to comply with the trading window for specified time periods.

B. Close of Trading Window

RadioShack may on occasion issue other potentially material information by means of a press release, SEC filing on Form 8-K or other means designed to achieve widespread dissemination of the information. These events may dictate that the trading window will be closed while RadioShack is in the process of assembling the information to be released and until the information has been released and fully absorbed by the market.

Members of the board of directors and executive officers may also be subject to event-specific blackouts pursuant to the SEC's Regulation Blackout Trading Restriction, which prohibits certain sales and other transfers by insiders during certain pension plan blackout periods.

* For example, if the annual earnings release were issued on Tuesday, February 27, 2007, the trading window would open on Thursday, March 1, 2007, and close at the end of trading on Wednesday, March 14, 2007.

C. Financial Hardship Exceptions

An individual who is subject to the trading window and who has an unexpected and urgent need to sell RadioShack stock in order to generate cash (e.g., in the event of an unexpected medical emergency) may, in appropriate circumstances, be permitted to sell RadioShack stock even when the trading window is not open. Financial hardship exceptions may be granted only by the General Counsel, in his or her sole discretion after evaluation of the facts in question, and must be requested at least two days in advance of the proposed trade. Under no circumstance will a financial hardship exception be granted during an event-specific blackout period or to a member of the board of directors or to any officer that is at a Senior Vice President level or higher.

D. Pre-Clearance

Notwithstanding the fact that a trading window is open,

- all members of RadioShack's board of directors and RadioShack's General Counsel (and their Related Persons) **must** obtain prior clearance from the Presiding Director of the board of directors, and
- all RadioShack officers, area vice presidents and senior directors (and their Related Persons) **must** obtain prior clearance from RadioShack's General Counsel

before placing any order for or making any purchase or sale of RadioShack securities, including any exercise of stock options. Prior clearance is required for all purchases or sales, including modifying investment options in RadioShack's 401(k) plan.

Clearance of a transaction is valid only for a 48-hour period. If the transaction order is not placed within that 48-hour period, clearance of the transaction must be re-requested. If clearance is denied, the fact of such denial must be kept confidential by the person requesting such clearance.

E. Rule 10b5-1 Plans

Members of the board of directors, officers, area vice presidents and senior directors of RadioShack will not be prohibited from trading in RadioShack securities during periods when the trading window described above is closed, if the transactions are effected pursuant to a previously established contract, plan or instruction that satisfies the requirements of SEC Rule 10b5-1, as long as the contract, plan or instruction complies with all policies and procedures established by RadioShack and has been acknowledged in advance by the General Counsel.

The Company and the Company's officers, employees or other representatives will in no event be deemed, by their approval of an individual's plan, to have represented that the plan complies with Rule 10b5-1 or to have assumed any liability or responsibility to the individual or any other party if the plan does not comply with the Rule 10b5-1.