

Current report no. 10/2017

Prepared on: 2017-01-31

Subject: Extension of repayment of the loan

Legal basis: Article 17(1) of the Market Abuse Regulation – confidential information

Content of the report:

In reference to current report no. 12/2016 of 30 March 2016, current report no. 6/2015 of 24 April 2015 Management Board of ACTION S.A. in restructuring (the Company, the Issuer), hereby informs that today the Company has agreed with Bank Pekao SA (Bank) the content of Annex No. 25 of the overdraft agreement.

As agreed and accepted the content of Annex No. 25, the parties agreed that the maximum availability of the overdraft is 90 321 005,00 PLN (is available to use of by the Company until 01/31/2017), ACTION SA undertakes to repay the loan in the amount of 40 321 005,00 PLN until 31 January 2017 and the remaining part 50 million until 31 December 2017 - Repayment will take place in monthly installments.

Issuer informs that previously the deadline for full repayment of the above loan was determined until 31.01.2017 r.

In addition, the Issuer and the Bank agreed that the repayment secure of the above loan and the investment loan No. 2014/126 / DDF of 19 May 2014, as amended (about which the Issuer informed in the current report No. 26/2014, 54/2016) are common and include:

- a) power of attorney to the accounts of the Issuer carried by the Bank
- b) declaration of the Issuer of submission to execution on the plea of Article 777 § 7 (1) (5) of the Act on Code of Civil Procedure of 17 November 1964 (unified text Journal of Laws of 2014, item 101 as amended) up to a maximum amount of 135 481 507,50 PLN
- c) contractual mortgage to the highest security amount of 75 000 000.00 PLN on the Company's property located in the district of Piaseczno, municipality Lesznowola ("Property"),
- d) pledge to the highest security amount of 75 000 000.00 PLN on receivables of the Issuer bank accounts
- e) pledge to the highest security amount of PLN 135 481 507,50 zł on inventory Issuer f) assignment of trade receivables of the Company with the minimum 17 354 400,00 PLN
- g) transfer of rights from the insurance contract Property,
- h) the transfer of rights from the insurance of the goods, provided that the sum insured against theft can be reduced to 4 000 000,00 PLN