

Current report no. 47/2017

Prepared on: 2017-07-04

Subject: Appointment of a Member of the Supervisory Board

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

Content of the report:

The Management Board of ACTION S.A. in restructuring reports that today i.e. 04 July 2017, the Supervisory Board of ACTION S.A. (pursuant to §12 sec. 2 of the Articles of Association of ACTION S.A.) a coopt member of the Supervisory Board of ACTION S.A. Mr Adam Świtalski. The requirements of independence and course of proposing candidates for an independent member of the Supervisory Board specified in the Articles of Association of ACTION S.A. (§14 sec. 1 and 2 of the Articles of Association of ACTION S.A.) have been met. Therefore Mr Adam Świtalski was appointed as an Independent Member of the Supervisory Board, and will perform this function from 4 July 2017. Appointing a new Member of the Supervisory Board ensued from the resignation of Karol Orzechowski from her membership in the Supervisory Board as of 22 July 2017, which the Company announced in the current report No. 43/2017 of 22 June 2017.

Adam Świtalski is a graduate from Technical University of Łódź at the Faculty of Management and Technology of the International Department of Printing Engineering at the Technical University of Lodz. Manager with international experience gained in Europe (Germany, Ukraine) and in Poland. He was the director of Logistics Officer of OT Group. He worked for Polish and international found investments. Connected with Ernst & Young, MDDP and ITSG as an auditor and strategic advisor . He supervised many advisory, financial, banking and treasury projects. He coordinated the successful WSE identification project. He contributed a double victory in the privatization of Polish ports. Partner in two law and business firms. In the activities of the law firms he mainly acts as a financial advisory. He is active in the market of private and commercial real estate.

According to the statement submitted, Adam Świtalski:

- does not provide any activity competitive towards ACTION S.A. in restructuring
- is not a partner in any civil law partnership or any other partnership competitive towards ACTION S.A. in restructuring and is not a member of a body of any company or any other legal person competitive towards ACTION S.A. in restructuring
- has not been entered in the Register of Insolvent Debtors kept pursuant to the National Court Register Act.

Mr. Adam Świtalski also meets the requirements for the independence of the newsletter;

- art. 129 uts.3 of the Act of 11.05.2017 on statutory auditors, audit firms and public oversight (text: Journal of Laws of 2017, item 1089)
- Principle II.Z.4 of the Good Practices for WSE Listed Companies 2016 and Annex II to the Recommendation European Commission 2005/162 / EC of 15 February 2005 To the role of part-time or commercial directors and supervisory directors of listed companies and supervisory committees
- Articles of Association of Action S.A. Based in Warsaw