

Current report no. 27/2018

Prepared on: 2018-05-18

Subject: Reports on control proceedings.

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

Content of the report:

Management Board ACTION S.A. in restructuring (the Company, the Issuer), informs that today i.e. 18.05.2018 the Company received three reports on the audit of tax books as a part of control proceedings conducted by the Head of the Mazovia Tax Office in Warsaw. The scope of the audit included examining the reliability of declared tax bases and the correctness of calculation and payment of value added tax for the following periods: March 2014, April 2014 and July 2014. The protocols stated that there were no grounds to refuse the right to reduce the amount of tax due for input tax.

The Issuer also informs that pursuant to art. 24 of the Act on Tax Control (applicable pursuant to Article 202 (1) (1) of the Act Provisions introducing the Act on the National Tax Administration), the study reports described above do not determine the completion of control proceedings in which they were issued. At the same time, the Company informs that according to the information previously provided, a further four tax audit proceedings are pending.