

Current report no.: 50/2018

Prepared on: 24-09-2018

Subject: Decision on liquidation of the Issuer's subsidiary. Completion of the Restructuring Plan.

Legal basis: Article 17 section 1 – MAR confidential information

Report contents:

The Management Board of ACTION S.A. under restructuring (the Company, Issuer) notifies that today, on 24 September 2018, it decided to dissolve and liquidate the subsidiary Action Europe GmbH, whose only shareholder is the Issuer. To implement this decision, the Company will adopt a relevant resolution and will take further steps to carry out liquidation.

In the Management Board's opinion the above decision is justified by the current situation of the Company and the Capital Group, and it is now the most advantageous form of disinvestment, especially in light of the completion of the review of strategic options concerning the investment cooperation with regard to Action Europe GmbH. This decision constitutes also the implementation of restructuring actions accepted in the Restructuring Plan in the scope of the consolidation of the Capital Group and giving up less profitable sales channels. This, in turn, translates into a full implementation of the Restructuring Plan and the Company's readiness to making composition with the Creditors.