

Current report no. 59/2018

Prepared on: 2018-10-24

Subject: Update of the financial forecast of the Company

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 (the Company, the Issuer) hereby informs, that in connection to current report no. 93/2017 dated on 24.11.2017 r. (presenting the Financial Forecast for the period of Q IV 2017 - 2022), informs that the Issuer has prepared an update of the above Financial Forecast, including the modified period included in it.

In the Company's opinion, the need to update the forecast results from the fact that the restructuring proceedings were prolonged and events that occurred after the publication of the previous forecast had an impact on its current status. In particular, such an event was the liquidation of ACTION Europe GmbH, a subsidiary of the Issuer and its estimated impact on the Company's financial situation. In addition, it is necessary to include a repayment amount of 202 million PLN in the repayment forecast as part of the Company's implementation of the arrangement proposals dated on 21 September 2018, as well as data from the implementation of the previous forecast.

The modified Financial Forecast takes into account the repayments made by the Company in the implementation of the arrangement on the terms specified in the arrangement proposals of 21/09/2018. This fact and the expected period of the agreement implementation are taken into account. The updated forecast covers the period from Q3 2018 - 2024 and constitutes an attachment to this report.