

Current report no. 20/2019

Prepared on: 2019-05-24

Subject: Decision on the liquidation of the Issuer's subsidiary

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) informs that today, on 24/05/2018, it took a decision to terminate and liquidate the subsidiary SFK Sp. z o.o. based in Krakow, where the Issuer is the sole shareholder. In implementing this decision, the Company will adopt an appropriate resolution and further actions to carry out liquidation activities.

In the opinion of the Management Board of the Company, the above decision is justified in the current situation of the Company and its Capital Group and constitutes the currently most favorable form of consolidation of the Capital Group, as well as the resignation from less profitable sales channels. The decision to liquidate SFK Sp. z o.o. therefore, it is part of the assumptions of restructuring activities in the Company's restructuring proceedings.