

Current report no. 20/2021

Date prepared: 18-03-2021

Subject: Suspension of the execution of decisions establishing the amount of compensation for the ownership right to the real estate intended for the construction of the S-7 road

Legal basis: Article 17, section 1, of the Market Abuse Regulation – confidential information.

Content:

Management Board of ACTION S.A. (The Company, the Issuer) informs that today, i.e. on 18th March 2021, the Company received the decisions of the Mazovian Governor of 3th March 2021 suspending the execution of the Mazovian Governor's decision determining the amount of compensation due to the Issuer for the ownership of real estate intended for implementation public purpose investment under the name: "Construction of the southern exit of the S-7 expressway from Warsaw on the section from the Airport junction on the South Bypass of Warsaw to the Grójec traffic cord - Section" A "from the" Lotnisko "junction (without the junction) to the" Lesznowola "junction (from junction) [...]", about which decisions the Issuer informed in the current report No. 39/2020 of 16/09/2020 and 43/2020 of 20/10/2020.

The above decisions were issued pursuant to Art. 152 of the Code of Civil Procedure in connection with the Issuer's submission on 22th January 2021 of a declaration on the establishment of mortgages to secure the performance of an arrangement on real estate, part of which was covered by the above-mentioned decisions determining the compensation (as notified by the Company in the current report No. 4/2021 of 22th January 2021). This circumstance may result in a change of those entitled to compensation, which may then be paid to mortgage creditors, in accordance with Art. 18 sec. 1, 1 c. And 1 i. Of the Act of April 10, 2003 on special rules for the preparation and implementation of investments in the field of public roads. In such a case, the compensation shall be credited towards the payment of the principal claim secured with the mortgage together with interest. This means that the occurrence of this event will not have negative financial consequences for the Issuer.

The Issuer also informs that, in accordance with the notification provided by the Mazowieckie Voivode, the analysis of the grounds for resuming the proceedings in the above-mentioned cases decisions determining compensation and determination of entities entitled to compensation will take place on the basis of the existing state on the date

when the decision of the Mazowieckie Voivode No. 100 / SPEC / 2019 of August 7, 2019 (reference number: WI-II.7820.1.17.2018.AC) on the permit for implementation of the road investment "Construction of the southern exit of the S-7 expressway from Warsaw on the section from the Airport junction on the South Ring Road of Warsaw to the Grójec traffic cord - Section" A "from the" Lotnisko "junction (without the junction) to the" Lesznowola "junction (with the junction) a stretch of approximately 6.64 km will become final. This decision is not final at the moment.