

**Current report no.** 22/2021

**Date prepared:** 29-03-2021

**Subject:** Providing security before the commencement of the proceedings for determination

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

**Content:**

Management Board of ACTION S.A. (Company, Issuer), with reference to the current report No. 16/2021 of 8 th March 2021, informs that today the Issuer received information about the issuance by the District Court in Warsaw, XVI Commercial Division on 23 th March 2021. decisions on granting security for a non-pecuniary claim for the benefit of an entity being a bondholder of bonds issued by ACTION SA in Warsaw, series: ACT01 040717 (ISIN PLACTIN number 00034), being the same entity to which the current report no. 16/2021 concerned - (hereinafter: the "Entitled Person").

The above decision was issued before the initiation of the proceedings to establish (Article 189 of the Code of Civil Procedure) that the Eligible Person is entitled to 73.920 shares of ACTION S.A. Series D. which were the shares of the result of the conversion into shares of the receivables from 240 bonds issued by ACTION SA, series: ACT01 040717 (ISIN PLACTIN 00034 number) with a nominal value of PLN 10,000 (ten thousand) each, provided for in the arrangement approved in the Issuer's recovery proceedings which as of 15 th December 2020, 240 bonds were held by an entity other than the Eligible (hereinafter: "the Eligible's Predecessor"), and then they were sold.

The decision on security, in relation to the Issuer, consists in prohibiting the Company from submitting declarations of will to the National Depository for Securities S.A., which declaration of will would include the obligation of the National Depository for Securities S.A. to save the above-mentioned 73.920 shares of ACTION S.A. Series D. However, in relation to the Eligible Predecessor, the security covers the prohibition of exercising rights and disposing (including selling and encumbering) the above-mentioned 73.920 shares of ACTION S.A. D series.

In the above-mentioned judgment, a two-week deadline was set for bringing an action against the Company and the Eligible's predecessor for the claim secured under the pain of collateral's collapse.

The Issuer also informs that the transactions of the Eligible with the Predecessors of the Eligible for the sale of a total of 348 bonds issued by ACTION S.A., series: ACT01 040717, are the only transactions in which a dispute arose between the parties. In the remaining scope, no objections were raised to the Issuer regarding disputes regarding the rights to the issue of Series D shares.

The data provided in this report was determined by the Issuer on the basis of information from the Information Portal of Common Courts provided by the authorized representative, and the above decision of the District Court in Warsaw has not yet been delivered to the Company.