



Turning commerce into e-commerce

CONSOLIDATED QUARTERLY REPORT OF ACTION CG

for Q3 2024

28 NOVEMBER 2024

TABLE OF CONTENTS

TABLE OF CONTENTS	2
I. Statement of the Management Board concerning the accuracy of the Quarterly Condensed Consolidated Financial Statements.....	4
II. The interim condensed consolidated financial statement drawn up in accordance with the International Financial Reporting Standards for the period from 1 January 2024 to 30 September 2024.....	5
Consolidated statement of comprehensive income	7
Consolidated statement of financial position	9
Statement of changes in consolidated equity.....	10
Consolidated cash flow statement.....	12
1. Overview	13
2. Information on the principles adopted for the preparation of the report	17
3. Major estimates and judgements.....	18
4. Information about business segments.....	20
5. Revenue and expenses	21
6. Income tax	22
7. Goodwill	24
8. Inventories	24
9. Impairment write-downs on trade and other receivables.....	25
10. Other financial assets	25
11. Non-current assets classified as held for sale	25
12. Loans, borrowings and other liabilities on account of financing	25
13. Contingent assets and liabilities	26
14. Implementation of arrangements	26
15. Events after the balance sheet date	27
III. Other quarterly financial information.....	28
1. Description of the Issuer's significant achievements and failures in the period covered by the statement together with a list of the most important events relating thereto.....	28
2. Description of factors and events, especially of unusual nature, having a material impact on the financial results achieved	29
3. Issue, redemption and repayment of non-equity and equity securities	29
4. Information about the dividend paid/declared.....	30
5. Statement of the Management Board of the Company on the probability of meeting the previously published result forecasts for the given year in light of the results presented in the quarterly statement in relation to the forecasts:	30
6. Effects of changes in the Group's structure.....	30
7. Indication of shareholders holding directly or indirectly through subsidiaries at least 5% of the total number of votes at the general meeting of the Company	30

8. List of changes in the Company shares or share rights (options) held by individuals managing and supervising the Company, according to the information available to the Company	31
9. Presentation of material proceedings pending before court, competent arbitration authority or public administration authority	32
10. Information on the conclusion by the Company or its subsidiary of one or more transactions with related parties if they are material (individually or jointly) and if they are not arm's length transactions, and their value	32
11. Information on granting by the Company or its subsidiary of sureties for loans or borrowings or guarantees – jointly to a single entity or its subsidiary if the total amount of the existing sureties or guarantees is significant	32
12. Other information relevant to the evaluation of the Group's personnel, property and financial capacity, its financial result and ability to meet liabilities	33
13. Factors influencing the Group's results by the end of 2024	33
14. Transactions with related entities	34
15. Transactions with consolidated associates	35
16. Information about the acquisition of own shares	35
IV. Statement of the Management Board concerning the accuracy of the Interim Condensed Financial Statements	37
V. Interim condensed financial statements of ACTION S.A. for the period from 1 January 2024 to 30 September 2024	38
Statement of comprehensive income	39
Statement of financial position	41
Statement of changes in equity	43
Cash flow statement	43
Notes	45
1. Significant estimates	45
2. Write-downs on assets	45
3. Contingent assets and liabilities	47
4. Business combinations	47

I. Statement of the Management Board concerning the accuracy of the Quarterly Condensed Consolidated Financial Statements

This Interim Condensed Consolidated Financial Statement and the comparative data have been prepared to present the financial position, business results and cash flows as required by International Financial Reporting Standards (“IFRS”) approved by the EU, published and in force as at the reporting date, and with respect to matters not regulated by IFRS, in compliance with the Polish Accounting Act of 29 September 1994.

These interim condensed consolidated financial statements of the ACTION S.A. Group for the period ended on 30 September 2024 include: the consolidated statement of comprehensive income, consolidated statement of financial position, statement of changes in consolidated equity, consolidated cash flow statement and notes containing a description of key accounting principles and selected explanatory notes.

In accordance with the requirements of the Regulation of the Minister of Finance of 29 March 2018 on current and periodic information provided by issuers of securities and on conditions under which information required by legal regulations of a third country may be recognised as equivalent (Journal of Laws of 2018, item 757, as amended), the Management Board of ACTION S.A. (Company, Issuer) hereby represents that:

– to the best of its knowledge, the interim condensed consolidated financial statements and the comparative data have been prepared in compliance with the applicable accounting principles and present a true, accurate and fair view of the Group’s economic and financial position and its financial result, and the interim condensed Management Report of the Group contains a true representation of the Group’s development, achievements and position, including the description of basic risks and threats.

During the period covered by the Consolidated Financial Statements, the companies in the Group, excluding ACTION S.A., kept their account books in line with the accounting policy (principles) determined by the Accounting Act of 29 September 1994 and the regulations issued on its basis. The consolidated financial statements include adjustments not included in the accounts of Group entities made in order to bring the financial statements of these entities into conformity with the IFRS. Since 1 January 2010, ACTION S.A. has been maintaining its accounting books in accordance with the International Financial Reporting Standards (“IFRS”), as approved by the EU, issued and in force as of the balance sheet date, and for matters not regulated by the IFRS, in accordance with the requirements of the Polish Accounting Act of 29 September 1994.

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

II. The interim condensed consolidated financial statement drawn up in accordance with the International Financial Reporting Standards for the period from 1 January 2024 to 30 September 2024

SELECTED CONSOLIDATED FINANCIAL DATA	in PLN thousand		in EUR thousand	
	Period from 01.01.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023	Period from 01.01.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023
I. Net revenue from sales of products, goods and materials	1,773,389	1,787,240	412,205	390,457
II. Gross profit/loss on sales	151,427	156,106	35,198	34,104
III. Profit/loss on operating activities	31,458	27,403	7,312	5,987
IV. Net profit/loss attributable to the Company's shareholders	26,958	22,565	6,266	4,930
V. Weighted average number of shares	16,537,000	18,737,000	16,537,000	18,737,000
VI. Profit/loss per ordinary share *) (in PLN/EUR)	1.50	1.20	0.35	0.26
VII. Net cash flow from operating activities	22,350	34,774	5,195	7,597
VIII. Net cash flow from investment activities	7,427	-13,214	1,726	-2,887
IX. Net cash flow from financial activities	-75,947	-26,744	-17,653	-5,843
X. Net increases (decreases) in cash	-46,170	-5,184	-10,732	-1,133
	As at 30.09.2024	As at 31.12.2023	As at 30.09.2024	As at 31.12.2023
XI. Total assets	661,201	687,929	154,812	158,217
XII. Liabilities	259,949	239,722	60,864	55,134
XIII. Long-term liabilities	52,220	64,653	12,227	14,870
XIV. Short-term liabilities	207,729	175,069	48,637	40,264
XV. Equity attributable to the Company's shareholders	400,130	447,876	93,685	103,007
XVI. Share capital	1,654	1,874	387	431
XVII. Weighted average number of shares** (quantity)	17,974,226	19,549,055	17,974,226	19,549,055
XVIII. Book value per share ***) (in PLN/EUR)	22.26	22.91	5.21	5.27

*) Profit per ordinary share was calculated as the quotient of the Net profit and the Number of shares.

**) The number of shares includes shares with a standardised A to D series designation after registration of the redemption of the Company's own shares. The change was made under resolutions 12 and 13 of the Ordinary General Meeting of Shareholders of 19 June 2024. The change was registered by the District Court for the capital city of Warsaw in Warsaw, 14th Commercial Division of the National Court Register, on 27 June 2024.

***) The book value per share was calculated as the quotient of the Equity attributable to the Company's shareholders and the Number of shares.

PLN TO EUR EXCHANGE RATES

Period	Average exchange rate in the period	Minimum exchange rate in the period	Maximum exchange rate in the period	Exchange rate as at the last day of the period
01.01.2024–30.09.2024	4.3022	4.2678	4.3434	4.2791
01.01.2023–31.12.2023	4.5284	4.5756	4.7170	4.3480
01.01.2023–30.09.2023	4.5773	4.4135	4.7170	4.6356

The selected financial data presented in the consolidated financial statements were converted into EUR in the following manner:

- items concerning the consolidated statement of comprehensive income and the cash flow statement were translated at the exchange rate being the arithmetic mean of the average minimum and maximum exchange rates published by the National Bank of Poland, in force on the last day of each month, the exchange rate for 3 quarters 2024 stood at EUR 1 = PLN 4.3022, for 3 quarters of 2023 – EUR 1 = PLN 4.5773;
- items of the statement of financial position were translated at the average exchange rate published by the National Bank of Poland as of the balance sheet date; as of 30 September 2024, this exchange rate stood at: EUR 1 = PLN 4.2791, as of 31 December 2023: EUR 1 = PLN 4.5284 and as of 30 September 2023: EUR 1 = PLN 4.5773.

Consolidated statement of comprehensive income

All revenue and costs relate to continuing operations.

	Note	Period from 01.01.2024 to 30.09.2024	Period from 01.07.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023	Period from 01.07.2023 to 30.09.2023
Sales revenue	(5.2)	1,773,389	627,489	1,787,240	640,967
Costs of products, goods and materials sold	(5.3)	-1,621,962	-577,161	-1,631,134	-586,445
Gross profit/loss on sales		151,427	50,328	156,106	54,522
Sales and marketing costs	(5.3, 5.4)	-99,474	-30,820	-95,291	-31,377
General administration costs	(5.3, 5.4)	-36,727	-12,477	-34,834	-13,511
Other operating income	(5.5)	17,254	623	2,332	609
Other expenses and losses	(5.6)	-1,022	-320	-910	-287
Profit/loss on operating activities		31,458	7,334	27,403	9,956
Financial revenue	(5.7)	4,321	1,176	3,357	1,297
Financial costs	(5.8)	-2,165	-708	-2,355	-905
Share in profits (losses) of associates and joint ventures settled with the equity method		-564	-78	-282	45
Profit/loss before tax		33,050	7,724	28,123	10,393
Income tax	(6)	-6,000	-1,554	-5,648	-2,332
Profit/loss on continuing operations		27,050	6,170	22,475	8,061
Net profit/loss on discontinued operations		0	0	0	0
Net profit / loss for the financial period		27,050	6,170	22,475	8,061
Other components of comprehensive income					
Other comprehensive income that will be reclassified to profit or loss, before tax		2,008	-74	2,178	-102
Other components		0	0	0	0
Other comprehensive income that will not be reclassified to profit or loss, before tax		0	0	0	0
Total other comprehensive income before tax		2,008	-74	2,178	-102
Income tax connected with components of other comprehensive income which will be reclassified to profit or loss		-382	14	-414	19
Other components of net comprehensive income that may be reclassified to profit or loss		1,626	-60	1,764	-83
Comprehensive income for the period		28,676	6,110	24,239	7,978
Net profit/loss attributable to:					
Company's shareholders		26,958	6,165	22,565	8,134
non-controlling interests		92	5	-90	-73
Comprehensive income attributable to:					
Company's shareholders		28,584	6,105	24,329	8,051
non-controlling interests		92	5	-90	-73

PROFIT PER SHARE

	Period from 01.01.2024 to 30.09.2024	Period from 01.07.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023	Period from 01.07.2023 to 30.09.2023
Basic profit/loss on continuing operations	1.50	0.37	1.20	0.43
Basic profit/loss on discontinued operations	0.00	0.00	0.00	0.00
Profit / loss per share (in PLN)				
Diluted profit / loss on continuing operations	1.50	0.37	1.20	0.43
Diluted profit / loss on discontinued operations	0.00	0.00	0.00	0.00
Diluted profit / loss per share (in PLN)				
Weighted average number of shares	17,974,226	16,537,000	18,737,000	18,737,000
Diluted number of shares	17,974,226	16,537,000	18,737,000	18,737,000

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

Consolidated statement of financial position

	Note	30.09.2024	31.12.2023	30.09.2023
ASSETS				
Non-current assets				
Property, plant and equipment		129,573	132,819	134,458
Goodwill	(8)	4,198	2,415	3,113
Other intangible assets		8,452	6,553	6,540
Investment real property	(7)	0	0	3,770
Shares in associates measured with the equity method		10	178	452
Deferred income tax assets	(6.1)	0	0	0
Trade and other receivables		3	3	3
Total fixed assets		142,236	141,968	148,336
Current assets				
Inventories	(9)	320,802	301,611	276,892
Trade and other receivables	(10)	151,797	156,737	203,487
Current income tax receivables		0	0	0
Derivative financial instruments		0	0	0
Other financial assets	(11)	17,075	8,341	8,950
Cash and cash equivalents		29,291	75,461	50,718
Total current assets other than held for sale		518,965	542,150	540,047
Non-current assets classified as held for sale	(12)	0	3,811	0
Total current assets		518,965	545,961	540,047
TOTAL ASSETS		661,201	687,929	688,383
EQUITY				
Share capital		1,654	1 874	2,004
Share premium		77,207	77,207	77,207
Own shares		-37,029	-20,373	-28,800
Retained profit		356,672	387,209	386,303
Other reserves		1,626	1,959	1,847
Equity attributable to the Company's shareholders		400,130	447 876	438,561
Non-controlling interests		1,122	331	427
Total equity		401,252	448,207	438,988
LIABILITIES				
Loans, borrowings and other liabilities on account of financing	(13)	207	293	0
Long-term lease liabilities		596	1,066	1,261
Trade and other liabilities		47,242	57,630	63,826
Deferred income tax provisions	(6.1)	4,175	5,664	3,822
Long-term liabilities		52,220	64,653	68,909
Trade and other liabilities		197,884	167,572	171,453
Loans, borrowings and other liabilities on account of financing	(13)	1,871	1,822	1 000
Short-term lease liabilities		1,603	850	803
Current income tax liabilities		4,949	3,462	2,969
Provisions for employee benefits		1,422	1,363	1,325
Provisions for other liabilities and charges		0	0	0
Derivative financial instruments		0	0	0
Short-term liabilities		207,729	175,069	177,550
Total liabilities		259,949	239,722	246,459
TOTAL EQUITY AND LIABILITIES		661,201	687,929	688,383

Piotr Bieliński

Sławomir Harazin

President of the Management Board

Vice-President of the Management Board

Zamienie, 28 November 2024

Statement of changes in consolidated equity

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY 01.01.2024–30.09.2024

	Share capital	Share premium	Own shares	Retained profit	Other reserves	Equity attributable to the Parent Company's shareholders	Equity attributable to non-controlling interests	Total equity
As at 01.01 2024	1 874	77,207	-20,373	387,209	1,959	447 876	331	448,207
Changes in equity:	-220	0	-16,656	-30,537	-333	-47,746	791	-46,955
Acquisition of treasury shares	0	0	-74,370	0	0	-74,370	0	-74,370
Redemption of own shares	-220	0	57,714	-57,495	0	-1	0	-1
Profit (loss)	0	0	0	26,958	0	26,958	92	27,050
Other comprehensive income	0	0	0	0	-333	-333	0	-333
Total comprehensive income	0	0	0	26,958	-333	26,625	92	26,717
Other	0	0	0	0	0	0	699	699
As at 30.09.2024	1,654	77,207	-37,029	356,672	1,626	400,130	1,122	401,252

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY 01.01.2023–31.12.2023

	Share capital	Share premium	Own shares	Retained profit	Other reserves	Equity attributable to the Parent Company's shareholders	Equity attributable to non-controlling interests	Total equity
As at 01.01.2023	2,004	77,207	-7,982	371,872	0	443,101	-422	442,679
Changes in equity:	-130	0	-12,391	15,337	1,959	4,775	753	5,528
Acquisition of treasury shares	0	0	-32,857	0	0	-32,857	0	-32,857
Redemption of own shares	-130	0	20,466	-20,344	0	-8	0	-8
Profit (loss)	0	0	0	36 768	0	36 768	-113	36,655
Other comprehensive income	0	0	0	0	1,959	1,959	0	1,959
Total comprehensive income	0	0	0	36 768	1,959	38,727	-113	38,614
Other	0	0	0	-1,087	0	-1,087	866	-221
As at 31.12. 2023	1 874	77,207	-20,373	387,209	1,959	447 876	331	448,207

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY 01.01.2023–30.09.2024

	Share capital	Share premium	Own shares	Retained profit	Other reserves	Equity attributable to the Parent Company's shareholders	Equity attributable to non-controlling interests	Total equity
As at 01.01. 2023	2,004	77,207	-7,982	371,872	0	443,101	-422	442,679
Changes in equity:	-130	0	-4,858	1,693	1,764	-1,531	776	-755
Acquisition of treasury shares	0	0	-25,324	0	0	-25,324	0	-25,324
Profit (loss)	0	0	0	22,565	0	22,565	-90	22,475
Redemption of own shares	-130	0	20,466	-20,336	0	0	0	0
Other comprehensive income	0	0	0	0	1,764	1,764	0	1,764
Total comprehensive income	-130	0	-4,858	2,229	1,764	-995	-90	-1,085
Other	0	0	0	-536	0	-536	866	330
As at 30.09.2023	1 874	77,207	-12,840	373,565	1,764	441,570	354	441,924

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

Consolidated cash flow statement

	Note	period from 01.01.2024 to 30.09.2024	period from 01.01.2023 to 30.09.2023
Cash flow from operating activities			
Cash flow from activities		28,198	38,127
Gross profit/loss		33,050	28,123
Adjustments:		-4,852	10,004
Income tax		0	0
Amortisation and depreciation of tangible fixed assets and intangible assets		6,715	6,840
Profit (loss) on investment activities		-16,285	-144
Interest revenue		-3,402	-3,357
Interest expenses		128	186
Share in the net result of the associate		-564	-282
Other		802	-1,028
Inventories		-17,965	-9,330
Trade and other receivables		5,304	-23,889
Trade and other liabilities		20,415	41,008
Income tax paid		-5,848	-3,353
Net cash flow from operating activities		22,350	34,774
Cash flow from investment activities			
Purchase of property, plant and equipment, intangible assets, investment real properties and other fixed assets		-4,490	-5,105
Inflows from sales of property, plant and equipment, intangible assets, investment real properties and other fixed assets		19,813	0
Other investment inflows/outflows		-7,896	-8,109
Net cash flow from investment activities		7,427	-13,214
Cash flow from financing activities			
Acquisition of treasury shares		-74,370	-25,324
Loans and borrowings received		154	0
Repayment of loans and borrowings		-86	-552
Interest paid		-136	-171
Payments of liabilities under financial lease agreements		-1,509	-697
Other financial inflows/outflows		0	0
Net cash flow from financial activities		-75,947	-26,744
Net decrease/increase in cash before effects of foreign exchange differences		-46,170	-5,184
Effects of changes in foreign exchange rates concerning cash and cash equivalents		0	0
Net increase/decrease in cash		-46,170	-5,184
Opening balance of cash		75,461	55,902
Closing balance of cash		29,291	50,718

Piotr Bieliński

President of the Management Board

Stawomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

Notes to the consolidated financial statements

1. Overview

Business name:	ACTION Spółka Akcyjna
Legal form:	Joint stock company
Country of incorporation:	Poland
Registered office:	Zamienie
Address:	ul. Dawidowska 10, 05-500 Piaseczno
National Court Register (KRS):	KRS 0000214038
Telephone number:	(+48 22) 332 16 00
Fax number:	(+48 22) 332 16 10
E-mail:	action@action.pl
Website:	www.action.pl
REGON (Business ID):	011909816
NIP (Tax ID):	527-11-07-221

1.1. Company's business

The core business of ACTION S.A. (the Issuer/the Company) and its subsidiaries is the sale of mainly IT equipment, consumer electronics and home appliances through wholesalers, its own retail outlets and third-party shops. The Group sells its products in Poland and abroad. Primary field of the Group's business: wholesale trade in computer accessories (PKD 2007 4690Z).

ACTION S.A. with its registered office in Zamienie, ul. Dawidowska 10, Poland, is the parent company.

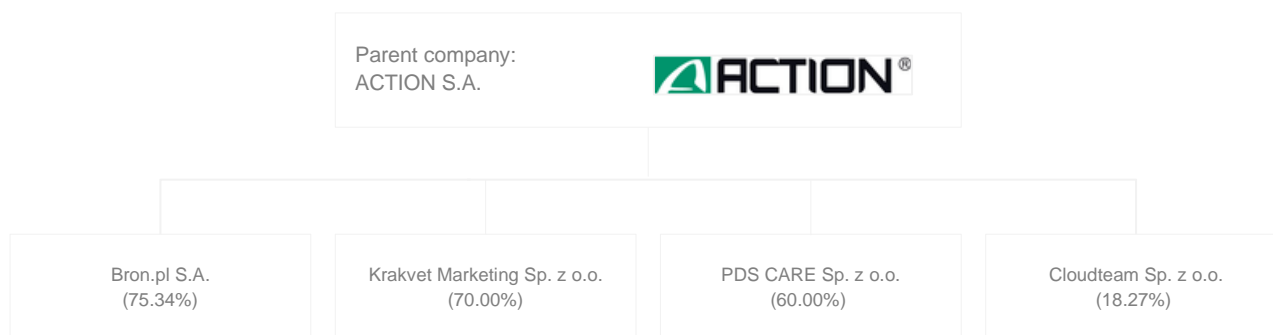
On 2 August 2004, ACTION Spółka Akcyjna was entered in the Register of Entrepreneurs of the National Court Register under KRS number 0000214038 under the decision of the District Court in Warsaw, 19th Commercial Division of the National Court Register. The Company is currently registered in the 14th Commercial Division of the Register Court for the Capital City of Warsaw. Previously, the legal predecessor of the Issuer, i.e. ACTION spółka z ograniczoną odpowiedzialnością, was entered in the Register of Enterprises under KRS number 0000066230 under the decision of the District Court in Warsaw, Commercial Division of the National Court Register, of 28 November 2001.

On 1 August 2016, the District Court for the Capital City of Warsaw, 10th Commercial Division for Bankruptcy and Restructuring, decided to initiate the remedial proceedings of ACTION Spółka Akcyjna under the Restructuring Law Act of 15 May 2015 (Journal of Laws of 2015, item 978, as amended).

Under the decision of the District Court for the Capital City of Warsaw in Warsaw, 18th Division for Bankruptcy and Restructuring (file No XVIII GRs 1/19), of 7 August 2020, the composition agreement in the Company's remedial proceedings was approved. The decision took effect as of 15 December 2020.

1.2. Group composition

STRUCTURE OF ACTION S.A. CAPITAL GROUP



GROUP COMPOSITION:

1. Parent company:

- **ACTION S.A.** with its registered office in Zamienie

2. Subsidiaries:

- **BRON.PL S.A.** with its registered office in Zamienie – subsidiary (75.34%)

primary activity: management of one of Poland’s largest online and brick-and-mortar shops offering weapons available without a licence, survival and personal protection accessories.

- **KRAKVET MARKETING Sp. z o. o.**, with its registered office in Zamienie – subsidiary (70%)

primary activity: advertising services and commercial activities in the trade of pet supplies.

- **PDS CARE Sp. z o. o.** with its registered office in Zamienie – subsidiary (60%)

primary activity: marketing of medical and rehabilitation products with a particular focus on the requirements of the elderly via the online shops **PomoceDlaSeniora.pl** and **medsenio.pl** as well as a brick-and-mortar shop

3. Associates:

- **CLOUDTEAM Sp. z o.o.** with its registered office in Warsaw – associated company (18.27%)²⁾

primary activity: training and IT services as well as rental of computer hardware.

CHANGES IN THE COMPOSITION OF THE GROUP DURING THE PERIOD UNDER REVIEW

On 15 February 2024, the Management Board of ACTION S.A. entered into an investment agreement under which the Company acquired shares in the share capital of another entity and agreed on the terms of commercial and investment partnership within a new sales segment, i.e. medical and rehabilitation products with special focus on the requirements of the elderly.

Pursuant to the agreement referred to above, the Issuer acquired shares representing a total of 60% of the share capital and the same number of votes at the shareholders’ meeting of PDS CARE Spółka z ograniczoną odpowiedzialnością with its registered office in Łódź (National Court Register No 0000865229, hereinafter: “PDS”), while gaining a dominant position in this entity.

In addition, as part of the arrangements contained in the agreement referred to above, the Company determined the terms and conditions for the acquisition of shares in the share capital of PDS in 2025 and 2026 (representing a further 40% of the share capital and the same number of votes at the general meeting of PDS), as well as the rules of business partnership within PDS. In the latter scope, the Parties agreed that the Issuer shall support the described partnership with respect to the warehouse, logistics

and delivery services. The entities previously and currently related to PDS shall provide their support in terms of industry knowledge and experience.

In Q3 2024, the Company entered into four agreements to acquire 220 shares in BRON.PL S.A., increasing its shareholding in the company to 75.34%.

THIRD-PARTY SHARES IN SUBSIDIARIES

KRAKVET MARKETING Sp. z o. o. – 30% of shares carrying rights to 30% of votes at the company's general meeting are held by Piotr Bieliński.

ENTITIES INCLUDED IN THE CONSOLIDATION AS AT 30.09.2024

Business name and legal form of the entity	Situated in	Business activities	Type of relationship	National Court Register (KRS) No	Consolidation method / valuation method applied	Date of taking control / joint control / acquiring significant influence	% of ownership	
							of share capital	of GM votes
BRON.PL S.A.	Zamienie	retail and sale of military, outdoor and survival products	subsidiary	0000986333	full	20.06.2023	75.34%	75.34%
KRAKVET MARKETING Sp. z o.o.	Zamienie	wholesale trade in computer hardware, advertising services	subsidiary	0000866166	full	14.12.2011	70%	70%
PDS CARE Sp. z o.o.	Zamienie	marketing of medical and rehabilitation products with a particular focus on the requirements of the elderly via the online shops PomoceDlaSeniors.pl and medsenio.pl as well as a brick-and-mortar shop	subsidiary	0000865229	full	15.02.2024	60%	60%
CLOUDTEAM Sp. z o.o.	Warsaw	training and IT services, rental of computer hardware	associate	0000276018	valuation using the equity method	12.09.2012	(18.27%)	(18.27%)

2. Information on the principles adopted for the preparation of the report

The interim condensed consolidated financial statements of ACTION S.A.'s Capital Group for Q3 2024 were prepared in accordance with IAS 34 *Interim Financial Reporting*.

The Interim condensed consolidated financial statement prepared for the period from 1 January 2024 to 30 September 2024 contains comparative data for the period from 1 January 2023 to 30 September 2023.

The most important accounting principles applied to the preparation of this Interim Consolidated Financial Statements have been presented below. These principles have been applied consistently throughout the reporting periods, unless stated otherwise.

2.1. General principles of preparation

These interim condensed consolidated financial statements were prepared in accordance with the historical cost principle, except for financial assets held for trading (derivatives), which are measured at fair value.

The Interim Condensed Consolidated Financial Statements were prepared under a going concern assumption for the foreseeable future.

As at the date of approving these Interim Condensed Consolidated Financial Statements, there are no circumstances indicating any threats to the business continuity of the companies in the Group.

The Interim Condensed Consolidated Financial Statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read jointly with the consolidated financial statements of the Group prepared in accordance with the IFRS for the financial year finished on 31 December 2023, published on 25 April 2024.

2.2. Going concern

This interim condensed consolidated financial statements of the ACTION S.A. Group were prepared on the assumption that the company would continue its business activities in the foreseeable future, not shorter than 12 months from the balance date.

2.3. Statement of compliance

This interim condensed consolidated financial statement for the period from 1 January 2024 to 30 September 2024 was prepared in accordance with the International Financial Reporting Standards ("IFRS") approved by the European Union, in particular in accordance with International Accounting Standard 34 *Interim Financial Reporting* applicable hereto. As at the date of approving these financial statements for publication, in terms of the accounting principles applied by the Group, there are no differences between the IFRS which are already in effect and the standards and interpretations approved by the European Union.

The IFRS comprise standards and interpretations published by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

2.4. Basic accounting principles

The accounting policies applied to prepare this interim condensed consolidated financial Statement for Q3 2024 are consistent with those applied to prepare the annual consolidated financial statement for 2023.

A detailed description of the other accounting principles adopted by the ACTION S.A. Capital Group is presented in the annual consolidated financial statements for 2023, published on 25 April 2024.

2.5. Presentation currency, transactions in foreign currencies and measurement of items denominated in foreign currencies

Functional and presentation currency

Polish zloty is the functional currency for the parent entity as well as the presentation currency for these Interim Condensed Consolidated Financial Statements.

These interim condensed consolidated financial statements are presented in Polish zloty (PLN), and unless indicated otherwise, all figures are stated in thousands of PLN.

3. Major estimates and judgements

The preparation of consolidated financial statements require that the Management Board makes estimates as certain data included in the financial statements cannot be measured precisely. The Management Board verifies the estimates adopted on the basis of changes in factors taken into consideration in order to make the said estimates, new data or past experience. Therefore, the estimates made as of 30 September 2024 may be subject to adjustments in the future.

Areas for which the estimates made on the reporting date carry a risk of material adjustments of the carrying amount of recognised assets and liabilities in the next or subsequent financial years are presented below.

3.1. Useful lives of property, plant and equipment and of intangible assets

As at 30 September 2024, the Group's companies estimated the use periods of property, plant and equipment and of intangible assets. The analysis did not reveal the necessity to make any related adjustments.

3.2. Impairment of goodwill and other intangible assets in subsidiaries

As at 30 September 2024, the Group companies assessed whether there were any indications of impairment of investments in subsidiaries (goodwill and other intangible assets).

Having analysed the external and internal sources of information, the Management Board did not identify any indications that would make it necessary to recognise any additional impairment losses.

3.3. Taxes

Given the complexity of the tax law, inconsistency of tax interpretations and far-reaching fiscal stringency of the State, the Company has assessed risks related thereto. Deferred tax assets and provisions are recognised with respect to items which require a tax payment in the short term, provided that taxable income is generated at a level that allows these amounts to be settled.

As in many other entities of the IT sector, ACTION S.A. notices the risk related to conducting increased fiscal inspections and verification activities in the area of correctness of tax settlements.

Currently, there are no tax audit proceedings pending in the Parent Company. However, the following tax proceedings are pending before the courts:

- on 22 June 2016, the Parent Company received a decision of the Head of the Tax Office in Olsztyn concerning the audit procedure of the accuracy of the declared tax bases and the correctness of VAT for individual settlement periods from July 2011 to January 2012. The decision was upheld by a decision of the Head of the Tax Chamber in Warsaw of 24 October 2016 (which the Parent Company announced in current report No 56/2016 of 7 November 2016). On 7 December 2016, the Parent Company filed an appeal against the above decision with the Provincial Administrative Court, which dismissed the Parent Company's appeal by the judgement of 28 December 2017. As a result, the Company appealed against that decision to the Supreme Administrative Court. In a judgement of 20 April 2022, the Supreme Administrative Court in Warsaw dismissed the cassation appeal filed by the Parent Company against the above judgement of the Provincial Administrative Court in Warsaw. The judgement of the Supreme Administrative Court is final and non-appealable. The Parent Company did not agree with the judgement and filed an appeal with the European Court of Human Rights. The amount in dispute in this case was PLN 29,115 thousand. This receivable is covered by a composition agreement by virtue of law and is subject to repayment under the terms

of the legally approved composition agreement in the remedial proceedings of the Issuer. To this extent, the said receivable was provisioned against the financial year 2016.

- on 4 January 2018, the Head of the Masovian Tax and Customs Office in Warsaw issued a decision questioning the amount of input VAT for the period between August and December 2010. The Parent Company lodged an appeal against that decision, which was not recognised because the Head of the Tax Administration Chamber in Warsaw upheld the contested decision under a decision of 20 April 2018. The Parent Company filed an appeal against that decision with the Provincial Administrative Court in Warsaw. In a judgement of 12 March 2019, the Provincial Administrative Court in Warsaw dismissed the Parent Company's appeal against the decision of the Head of the Tax Administration Chamber in Warsaw of 20 April 2018. The Parent Company, which disagreed with this decision, appealed against the ruling to the Supreme Administrative Court. In a judgement of 20 April 2022, the Supreme Administrative Court in Warsaw revoked the said decision of the Provincial Administrative Court in Warsaw in the part relating to the months from August to November 2010 (in the remaining part relating to December 2010, it dismissed the appeal). Accordingly, the case was referred to the Provincial Administrative Court in Warsaw for re-examination. On 14 December 2022, the Provincial Administrative Court in Warsaw also revoked the above decision of the Tax Administration Chamber of 20 April 2018 in the part relating to the months from August to November 2010 and dismissed the appeal in the remaining part (relating to December 2010). As a result of the ruling, the case concerning the revocation of the decision was referred to the Tax Administration Chamber in Warsaw for re-examination. In the course of these proceedings, on 4 May 2023, the Head of the Tax Administration Chamber in Warsaw issued a decision upholding the aforementioned decision of the Head of the Masovian Tax and Customs Office in Warsaw of 4 January 2018 in the part concerning the determination of the VAT tax liability for August, September, October and November 2010. The Parent Company filed a complaint against that decision with the administrative court. In a judgement of 8 November 2023, the Provincial Administrative Court in Warsaw, while upholding the Parent Company's complaint, repealed both of the above decisions of the tax authorities and discontinued the proceedings conducted by them. The Head of the Tax Administration Chamber in Warsaw filed a cassation appeal against the above judgement to the Supreme Administrative Court. In a judgement of 1 August 2024, the Supreme Administrative Court overturned the judgement of the Provincial Administrative Court in Warsaw of 8 November 2023. The decision of the Supreme Administrative Court results in the need for re-examination of the case by the Provincial Administrative Court in Warsaw. The proceedings are pending.

The amount in dispute in this case was PLN 3,442 thousand. This receivable is covered by a composition agreement by virtue of law and is subject to repayment under the terms of the legally approved composition agreement in the remedial proceedings of the Issuer. To this extent, the above receivable was provisioned against the financial year 2017.

In the Parent Company's opinion, the aforementioned decisions in fact introduce a legally non-existent liability on the part of the Company for the tax liabilities of third parties who did not pay VAT at earlier stages of the trade in goods. However, as the judgement issued in one of the aforementioned cases has become final and binding, the Parent Company is obliged to implement it.

The total value of liabilities resulting from the above decisions being the subject of the described court proceedings and the previously conducted proceedings concerning VAT and CIT recognised on the books as at 30 September 2024 amounts to PLN 6,278 thousand. The Issuer explains that the presented amount takes into account the current balances of provisions for these liabilities, pursuant to the degree of reduction resulting

from the legally approved composition agreement in the Parent Company's remedial proceedings, and the composition-related instalments repaid to date.

The Parent Company exercises and has always exercised due diligence in entering into transactions and caution in entering into cooperation. It has acted and continues to act in good faith in accordance with the Company's procedures and high standards of cooperation. Therefore, in the opinion of the Management Board of the Parent Company, the probability that the ongoing judicial appeal proceedings will have a negative final outcome remains low.

3.4. Employee benefits

The current value of retirement and disability pension benefits is established using the actuarial method. In order to determine the said value using the actuarial method, it is necessary to adopt certain assumptions concerning discount rates, projected pay rises or projected increases of pension benefits. Due to the complexity of measurement, the adopted assumptions and long-term nature, liabilities on account of pension and disability pension benefits are sensitive to changes in their underlying assumptions. All the assumptions are verified each time on the balance sheet date.

3.5. Recognition of the costs of products, goods and materials sold

As at each balance sheet date, the Group calculates the value of post-transactional discounts that are due from suppliers but have not been settled as at the balance sheet date. The estimates are based on the rules of awarding discounts agreed with the suppliers and confirmed by agreements or other arrangements in amounts confirmed by suppliers.

3.6. Write-downs on receivables

The Group companies update the value of their receivables on an ongoing basis taking into account the probability of payment by means of appropriate write-downs. Probability is estimated on the basis of the opinion of the Management Board about the enforceability of overdue receivables and an assessment of the risk of non-enforceability of non-overdue receivables.

4. Information about business segments

Since 1 January 2010, the ACTION S.A. Capital Group has been obliged to present its results in the layout defined in IFRS 8 *Operating Segments*.

- This standard defines a segment as a component of an entity:
- which engages in business activities from which it may earn revenues and incur expenses;
- whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance;
- for which discrete financial information is available.

According to the definitions included in IFRS 8, the Group's business is based on the distribution of IT products, including ready-to-use solutions, consumer electronics and components, and is presented in these statements in a single operating segment because:

- sales from this business exceed a total of 65.7% of the value generated by the Capital Group;
- no separate financial information is prepared for individual sales channels due to the industry-specific cooperation with suppliers whose products are distributed through all of the sales channels;
- in the absence of separate segments, i.e. non-availability of separate financial information for individual product groups, operating decisions are made on the basis of numerous detailed analyses and financial results from the sale of all products in all distribution channels;
- The Management Board of ACTION S.A., which is the main body responsible for making operational decisions in the entity, due to the specific nature of distribution in individual sales channels, makes

decisions on allocating resources based on the achieved and projected results of the Capital Group as a whole, as well as the planned returns on allocated resources and an analysis of the environment.

5. Revenue and expenses

5.1. Seasonal nature of sales

The Group records the highest sales in the fourth quarter of the financial year, i.e. between October and December. In other quarters, sales remain at a similar level. However, this does not mean that sales revenue is seasonal or cyclical in any significant way.

5.2. Sales revenue

Most of the sales revenue is related to the sales of computer hardware, consumer electronics, household appliances and IT accessories.

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Revenue from sales of products (services) – Wholesale	23,695	21,578
Revenue from sales of products (services) – Retail	1,559	1,209
Revenue from sales of goods and materials – Wholesale	1,521,154	1,535,768
Revenue from sales of goods and materials – Retail	226,981	228,685
Total	1,773,389	1,787,240

5.3. Expenses by type

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Amortisation and depreciation of tangible fixed assets and intangible assets	6,715	6,840
Costs of employee benefits	57,495	55,602
Consumption of materials and energy	9,500	9,745
Outsourcing	51,810	46,811
Taxes and charges	1,461	1,455
Advertising and entertainment expenses	8,044	8,327
Property and personal insurance	813	904
Other expenses by type	363	441
Value of goods and materials sold, of which:	1,621,962	1,631,134
- write-downs on inventories	-446	-1,978
Total	1,758,163	1,761,259

5.4. Costs of employee benefits

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Payroll	47,477	46,165
Social security and other benefits	10,018	9,437
Total	57,495	55,602

5.5. Other operating income

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Revenue from compensations received	828	958
Revenue from provisions released	3,514	245

Revenue from overdue liabilities	422	527
Other revenue	241	374
Profit on disposal of non-financial fixed assets	12,249	0
Profit on disposal of financial assets	0	228
Total	17,254	2,332

5.6. Other expenses and losses

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Costs of damages paid	668	795
Costs of receivables written off	22	29
Costs of provisions created	227	0
Costs of litigation	68	37
Costs of donations given	0	10
Other costs	37	39
Total	1,022	910

5.7. Financial revenue

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Interest on cash and cash equivalents (deposits)	2,988	2,445
Interest on cash and cash equivalents (bonds)	386	861
Interest on borrowings and receivables	28	51
Capital revenue	574	0
Revenue from measurement of financial instruments	345	0
Total	4,321	3,357

5.8. Financial costs

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Interest on leases	63	50
Interest on bank loans and borrowings	128	186
Costs of measurement of financial instruments	0	83
Discount on liabilities covered by the composition agreement	1,941	2,036
Other financial costs	33	0
Total	2,165	2,355

6. Income tax

	for the period 01.01.2024–30.09.2024	for the period 01.01.2023–30.09.2023
Current tax	7,423	6,327
Deferred tax	1,423	-679
Total	6,000	5,648

6.1. Deferred tax

Value of deferred income tax subject to offsetting:

	30.09.2024	31.12.2023
Deferred income tax assets:		
– deferred income tax assets falling due within 12 months	4,820	3,873
	4,820	3,873
Deferred income tax provisions:		
– deferred income tax provisions falling due within 12 months	8,995	9,537
	8,995	9,537
Deferred income tax assets	4,820	3,873
Deferred income tax provisions	8,995	9,537
Deferred income tax assets / provisions (account balance)	-4,175	-5,664

Changes in deferred income tax (after set-off of assets and provisions) are as follows:

	30.09.2024	31.12.2023
Opening balance	-5,664	-4,087
Credit of/charge on the financial result	1,423	-1,120
Increase/decrease in equity	80	-460
Other changes	-14	3
Closing balance	-4,175	-5,664

7. Goodwill

	30.09.2024	31.12.2023	30.09.2023
Carrying amount of goodwill			
KRAKVET MARKETING Sp. z o.o.	0	0	698
BRON.PL Spółka Akcyjna	2,415	2,415	2,415
PDS CARE Sp. z o.o.	1,783	0	0
Total carrying amount	4,198	2,415	3,113

	30.09.2024	31.12.2023	30.09.2023
Opening balance of goodwill	2,415	698	698
Increase in goodwill resulting from acquisition	1,783	2,415	2,415
Decrease in goodwill resulting from impairment	0	-698	0
Total carrying value at the end of the period	4,198	2,415	3,113

8. Inventories

	30.09.2024	31.12.2023	30.09.2023
Materials	0	0	0
Goods	271,428	276,661	245,781
Goods in transit	53,235	29,257	34,832
	324,663	305,918	280,613
Impairment write-downs on inventories	-3,861	-4,307	-3,721
Inventories	320,802	301,611	276,892

8.1. Impairment write-downs on inventories

	30.09.2024	31.12.2023	30.09.2023
Opening balance of write-down on inventories	-4,307	-6,233	-6,233
Created (Costs of products, goods and materials sold)	-1,756	-1,981	-1,130
Utilised (Costs of products, goods and materials sold)	0	0	0
Released (Costs of products, goods and materials sold)	2,202	3,907	3,642
Closing balance of write-down on inventories	-3,861	-4,307	-3,721

9. Impairment write-downs on trade and other receivables

	30.09.2024	31.12.2023	30.09.2023
Opening balance of impairment write-down on receivables	-6,098	-6,736	-6,736
Created	-1,525	-1,390	-1,302
Utilised	2,881	177	94
Released	1,297	1,851	1,397
Closing balance of impairment write-down on receivables	3,445	-6,098	-6,547

10. Other financial assets

	30.09.2024	31.12.2023	30.09.2023
Corporate bonds	6,730	8,341	8,950
Investment fund units	10,345	0	0
Other financial assets, of which:	17,075	8,341	8,950
short-term	17,075	8,341	8,950

11. Non-current assets classified as held for sale

	30.09.2024	31.12.2023	30.09.2023
Investment real property reclassified for sale	0	3,811	0
	0	3,811	0

On 27.02.2024, the Parent Company concluded sales agreements of the real property located in Krakow, at ul. Zakopiańska, the subject of the right of perpetual usufruct and ownership of the building located on it, consisting of registered plots no: 191/5, 191/6 (land and mortgage register No KR1P/00331683/5), 190/8 (land and mortgage register No KR1P/00331682/8) and 190/9 (land and mortgage register No KR1P/00366251/2) with a total land area of 4,064 sq.m. ("Real Property").

The value of the sale transaction amounted to PLN 19.8 million in the reporting period.

A conditional additional payment is made in the event that the parameters of the construction permit would provide for a development of more than 6,000 square metres. In such a case, the excess area would be converted at the rate of PLN 3.4 thousand (plus VAT) for each additional square metre above the aforementioned figure of 6,000 square metres.

The Company recognised contingent assets of PLN 3,400 thousand on account of the conditional additional payment.

12. Loans, borrowings and other liabilities on account of financing

	30.09.2024	31.12.2023	30.09.2023
Long-term			
Bank loan	207	293	0
Lease liabilities	596	1,066	1,261
	803	1,359	1,261
Short-term			

	30.09.2024	31.12.2023	30.09.2023
Overdraft facility	1,101	1,050	0
Borrowings	770	772	1 000
Lease liabilities	1,603	850	803
	3,474	2 672	1,803
Total	4,277	4,031	3,064

12.1. Lease liabilities

	30.09.2024	31.12.2023	30.09.2023
Nominal value of minimum lease payments			
Up to 1 year	1,924	1,020	1,029
1 to 5 years	715	1,280	1,615
Total financial lease liabilities – total minimum lease payments	2,639	2,300	2,644
Financial costs due to financial lease	440	384	580
Present value of minimum lease payments			
Up to 1 year	1,603	850	803
1 to 5 years	596	1,066	1,261
Total current value of minimum lease payments	2,199	1,916	2,064

13. Contingent assets and liabilities

As at 30 September 2024, the Group had contingent receivables due to the repayment of receivables of PLN 5,602 thousand. Hedging liabilities under agreements signed as at the reporting date which are not reflected in the Group's interim abbreviated consolidated financial statements amounted to PLN 16,591 as at 30 June 2024.

	30.09.2024	31.12.2023	30.09.2023
1. Contingent receivables	5,602	3,619	3,634
1.1. From related entities (due to)	0	0	0
– guarantees and sureties received	0	0	0
1.2. From other entities (due to)	5,602	3,619	3,634
– guarantees and sureties received	2,202	3,619	3,634
– conditional additional payment due to a change in the selling price of the real property	3,400	0	0
2. Contingent liabilities	16,591	14,806	13,571
1.1. To related entities (due to)	0	0	0
– guarantees and sureties granted	0	0	0
1.2. To other entities (due to)	16,591	14,806	13,571
– guarantees and sureties granted	16,591	14,806	13,571
– letters of credit	0	0	0
3. Other (due to)	0	0	0
Total off-balance sheet items	22,193	18,425	17,205

14. Implementation of arrangements

Under the decision of the District Court for the Capital City of Warsaw in Warsaw, 18th Division for Bankruptcy and Restructuring (file No XVIII GRs 1/19), of 7 August 2020, the composition agreement

(hereinafter: “Composition Agreement”) in the Company’s remedial proceedings was approved. This order is effective as of 15.12.2020. As of this date – pursuant to Article 324(1), Article 27(1) and Article 329(1) of the Polish Restructuring Law Act – these remedial proceedings were completed, the Administrator ceased to perform their function and the Issuer regained full right of independent management.

The Company published composition proposals in the appendix to current report No 37/2019 of 7 August 2019, which, once voted upon by the creditors and approved by the court, became the Composition Agreement.

Following the final approval of the Composition Agreement, the Issuer commenced its implementation. The Issuer implements the Scheme of Arrangements in accordance with its content.

In the period from the date when the Composition Agreement became effective, i.e. 15.12.2020 until the balance sheet date, i.e. 30.09.2024, the Issuer made repayments in the total amount of PLN 95,625 thousand, EUR 2,365 thousand and USD 5,603 thousand in the form of cash payments. These amounts include one-off payments (Groups II and III of the Composition Agreement) and fourteen instalments paid to Group I creditors and the first part of the payment to Group IV creditors. As at the balance sheet date, i.e. 30.09.2024, the total amount of the Composition Agreement was PLN 48,455 thousand, EUR 1,104 thousand and USD 3,535 thousand.

During the reporting period, the Company repaid the 16th instalment as part of the implementation of the Composition Agreement.

15. Events after the balance sheet date

By the publication date of the interim abbreviated consolidated financial statements attached, there were no events after the balance sheet date that require additional disclosures.

III. Other quarterly financial information

1. Description of the Issuer's significant achievements and failures in the period covered by the statement together with a list of the most important events relating thereto

1.1. Selected financial data of the ACTION S.A. Capital Group

	Q3 2024	Q3 2023
Net sales	627,489	640,967
Gross profit on sales	50,328	54,522
<i>gross margin</i>	8.02%	8.51%
EBIT	7,334	9,956
<i>EBIT margin</i>	1.17%	1.55%
Net profit	6,165	8,134
<i>net margin</i>	0.98%	1.27%

In Q3 2024 the Group earned sales revenue of PLN 627,489 thousand, down by 2% in relation to the turnover recorded in the corresponding period of the preceding year. In this period the Group recorded a profit at all analytical levels. Gross profit on sales of PLN 50,328 thousand, operating profit of PLN 7,334 thousand.

Net profit for Q3 2024 amounted to PLN 6,165 thousand. The gross margin rate was 8.02% in the analysed period. In the opinion of the Management Board of ACTION S.A., the results for the third quarter of 2024 were mainly influenced by high cost pressures, affecting operating costs, including in particular indirectly related or derivative costs of energy and fuel and labour costs.

1.2. Selected financial data of ACTION S.A.

	Q3 2024	Q3 2023
Net sales	621,974	638,207
Gross profit on sales	47,872	53,436
<i>gross margin</i>	7.70%	8.37%
EBIT	7,182	10,402
<i>EBIT margin</i>	1.15%	1,63%
Net profit	6,125	8,524
<i>net margin</i>	1.00%	1.34%

2. Description of factors and events, especially of unusual nature, having a material impact on the financial results achieved

In Q3 2024, the most significant event affecting the results of the Company and the entire ACTION CG was the outbreak of war in Ukraine, and all the consequences resulting therefrom:

1. Considering consequences of the war in Ukraine, the most important unfavourable events include:

- Contribution to high inflation,
- falling consumer sentiment in Poland and Europe,
- a reduced level of investment due to the increasing uncertainty as to the future situation.
- increasing levels of consumer savings in Poland.

2. Considering the effects on the scheme of arrangements, the most significant were:

- the continued low level of insurance limits for Suppliers,
- continued financial costs due to discount of long-term arrangement liabilities.

In addition, significant factors that influenced the achieved results were:

- lack of the effect of consumer demand from Ukrainian immigrants observed in the first quarter of 2024
- Continued high level of interest rates, negatively affecting credit dynamics.

All above aspects had an impact on the results presented in the reporting period.

3. Issue, redemption and repayment of non-equity and equity securities

On 4 July 2014, ACTION S.A. issued 10,000 bearer, dematerialised, coupon, unsecured bonds series ACT01040717 with a nominal value of PLN 10,000 each and a total nominal value of PLN 100,000,000.

The bonds were issued pursuant to Article 9(3) of the Bonds Act (non-public issue) and under the Bonds Issue Scheme of ACTION S.A.

The issue price of the bonds was equivalent to their nominal value. The redemption date of the bonds was set on 4 July 2017 at the nominal value. The Bonds bear interest according to the variable interest rate based on WIBOR 6M, increased by a fixed margin. Interest were paid every six months.

Series ACT01040717 bonds were brought to the CATALYST market operating as BondSpot S.A. as an alternative trading system. The first listing took place on 9 September 2014.

Claims on account of redemption and interest on series ACT01 040717 bonds which payment dates fell after the opening date of the remedial proceedings were included in the arrangements by virtue of the law pursuant to Article 150(1)(1) of the Restructuring Law.

In connection with the final approval of the scheme of arrangements in the Issuer's remedial proceedings, claims on account of the bonds series ACT01040717 are subject to repayment under the conditions of Article 2.4. of the scheme of arrangements.

The Issuer repaid 40.35% of the principal amount on 29 January 2021 in the amount of PLN 40,350 thousand.

Moreover, pursuant to Article 169(3) of the Restructuring Law Act, the claims were converted into shares on the date on which the decision on the approval of the composition agreement became final, i.e. on 15 December 2020, and thus the scheme of arrangements was implemented with respect to the repayment of 9.65% of the amount of the principal. The converted shares are subject to registration with KDPW S.A. On 19 May 2021, the Company entered into an agreement with KDPW S.A. for this purpose. D series shares were registered on 25 June 2021, and on 3 September 2021, the assimilation of D series shares with shares of previous issues and introduction of D series shares to trading on the Warsaw Stock Exchange (GPW S.A.) took place. The actions concerning the registration of shares and their introduction to trading concerned 2,972,816 D series shares. The Issuer explains that the total number of D series shares issued by the Company is 3,080,000. However, on the basis of the decisions of the Regional Court in Warsaw on granting a security (which the Issuer announced in current report No 16/2021 of 8 March 2021 and current report No 22/2021 of 29 March 2021), the Company was prohibited from making declarations of will to KDPW S.A. concerning the registration of a total of 107,184 D series shares. As a result, all the remaining D series shares, i.e. 2,972,816 shares, were registered with KDPW S.A. Also as a consequence of this, the Issuer's application for bringing series D shares to the regulated market included only 2,972,816 of these shares, and this number of series D shares is traded on the Warsaw Stock Exchange.

As at the balance sheet date, the outstanding amount of PLN 7,500 thousand, constituting 7.5% of the principal amount, will be repaid in cash on the last working day of the calendar month following the quarter in which the last quarterly instalment payable to Group I Creditors was due, i.e. on 31.01.2028. This amount is presented in the item "Long-term liabilities subject to arrangement repayments".

4. Information about the dividend paid/declared

The entire profit recorded in 2023 was allocated to the capital reserve.

5. Statement of the Management Board of the Company on the probability of meeting the previously published result forecasts for the given year in light of the results presented in the quarterly statement in relation to the forecasts:

In the reporting period, the Company did not publish any stock exchange forecasts of results.

6. Effects of changes in the Group's structure

Changes in the structure of the Action CG are described in detail in Note 1.2 of this Report.

7. Indication of shareholders holding directly or indirectly through subsidiaries at least 5% of the total number of votes at the general meeting of the Company

List of the Company's shareholders, including information about the number of shares held by them, their participation in share capital and in the total number of votes as at 30 September 2024:

Shareholding structure above 5% of the total number of votes at the AGM and shareholding:

Natural or legal person	Number of shares held	% share in the capital of ACTION S.A.	number of votes	% share in the number of votes
Fundacja Rodzinna Bielińskich	3,413,107	20.64%	3,413,107	20.64%
Aleksandra Matyka	2,886,264	17.45%	2,886,264	17.45%
Wojciech Wietrzykowski	1,040,866	6.29%	1,040,866	6.29%

Lemuria Partners Sicav P.L.C.	1,320,000	7.98%	1,320,000	7.98%
Teamworks FZE	1,506,248	9.11%	1,506,248	9.11%
ACTION S.A.	1,098,479	6.64%	1,098,479	6.64%
Other	5,272,036	31.88%	5,272,036	31.88%

Composition of the shareholding above 5% as at the date of the Q3 2024 report, i.e. 28 November 2024, has changed and is as follows:

Natural or legal person	Number of shares held	% share in the capital of ACTION S.A.	Number of votes	% share in the number of votes
Fundacja Rodzinna Bielińskich	3,413,107	20.64%	3,413,107	20.64%
Aleksandra Matyka	2,886,264	17.45%	2,886,264	17.45%
Wojciech Wietrzykowski	1,040,866	6.29%	1,040,866	6.29%
Lemuria Partners Sicav P.L.C.	1,373,592	8.31%	1,373,592	8.31%
Teamworks FZE	1,506,248	9.11%	1,506,248	9.11%
ACTION S.A.	1,189,550	7.19%	1,189,550	7.19%
Other	5,127,373	31.01%	5,127,373	31.01%

8. List of changes in the Company shares or share rights (options) held by individuals managing and supervising the Company, according to the information available to the Company

As at the date of submitting the report for H1 2024, i.e. 27 September 2024, the managing and supervising persons held the following shares in ACTION S.A.:

First and last name	Position in the management of ACTION S.A.	number of shares of ACTION S.A.
Piotr Bieliński	President of the Management Board	0
Sławomir Harazin	Vice-President of the Management Board	15,017
Iwona Bocianowska	Chair of the Supervisory Board	0
Piotr Chajderowski	Member of the Supervisory Board	0
Marek Jakubowski	Member of the Supervisory Board	0
Krzysztof Kaczmarczyk	Independent Member of the Supervisory Board	0
Adam Świtalski	Independent Member of the Supervisory Board	0
Wojciech Wietrzykowski	Holder of the commercial power of attorney	1,040,866
Andrzej Biały	Holder of the commercial power of attorney	17,356

According to the information available to the Company, the above data did not change as of the date of submitting these Statements for Q3 2024, i.e. on 28 November 2024, and it is as follows:

First and last name	Position in the management of ACTION S.A.	Number of shares of ACTION S.A.
Piotr Bieliński	President of the Management Board	0
Sławomir Harazin	Vice-President of the Management Board	15,017
Iwona Bocianowska	Chair of the Supervisory Board	0
Piotr Chajderowski	Member of the Supervisory Board	0
Marek Jakubowski	Member of the Supervisory Board	0
Krzysztof Kaczmarczyk	Independent Member of the Supervisory Board	0
Adam Świtalski	Independent Member of the Supervisory Board	0
Wojciech Wietrzykowski	Holder of the commercial power of attorney	1,040,866

First and last name	Position in the management of ACTION S.A.	Number of shares of ACTION S.A.
Andrzej Biały	Holder of the commercial power of attorney	17,356

9. Presentation of material proceedings pending before court, competent arbitration authority or public administration authority

The Parent Company has instituted court proceedings to recover receivables of PLN 174,446k from one of the banks as compensation. The sued bank does not recognise the claim. The proceedings were initiated in April 2017, and the date for their resolution is – mainly due to the high complexity of the issues involved – difficult to determine. The analyses of the above case carried out so far indicate that the Company had justified grounds to bring this case before the court.

There are currently court proceedings pending in respect of a tax case concerning the determination of the VAT tax liability for August, September, October and November 2010. The Parent Company filed a complaint against this decision to the administrative court, which was resolved in favour of the Issuer on 8 November 2023. The Head of the Tax Administration Chamber in Warsaw filed a cassation appeal against the judgement to the Supreme Administrative Court. In a judgement of 1 August 2024, the Supreme Administrative Court overturned the judgement of the Provincial Administrative Court in Warsaw of 8 November 2023. The decision of the Supreme Administrative Court results in the need for re-examination of the case by the Provincial Administrative Court in Warsaw. The proceedings are pending.

The amount in dispute in this case was PLN 3,442 thousand. In addition, the Parent Company has lodged a complaint with the European Court of Human Rights in a legally completed case concerning the reliability of the declared tax bases and the correctness of the calculation and payment of VAT for the individual settlement periods from July 2011 to January 2012. The amount in dispute in this case was PLN 29,115 thousand. These cases are described in detail in Note 3.3 Taxes.

The total value of liabilities resulting from decisions subject to court proceedings and administrative proceedings concerning VAT and CIT described in Note 3.3 Taxes recognised in the books as at 30 September 2024 amounts to PLN 6,278 thousand. The Issuer explains that the above amount includes the current balances of provisions for these liabilities, according to the degree of reduction resulting from the legally approved composition agreement in the Company's remedial proceedings, and the composition-related instalments repaid to date.

10. Information on the conclusion by the Company or its subsidiary of one or more transactions with related parties if they are material (individually or jointly) and if they are not arm's length transactions, and their value

In the reporting period the Group did not enter into any atypical transactions with related parties.

11. Information on granting by the Company or its subsidiary of sureties for loans or borrowings or guarantees – jointly to a single entity or its subsidiary if the total amount of the existing sureties or guarantees is significant

Hedging liabilities (guarantees, sureties and letters of credit) with respect to third parties, arising from agreements signed as of 30 September 2024, amounted to PLN 16,591 thousand. The share in the Company's equity of guarantees and sureties granted to one entity did not exceed 10% and is not significant. Guarantees and sureties granted have been described in note 13 of the *Notes on the condensed consolidated financial statements – Contingent assets and liabilities*.

12. Other information relevant to the evaluation of the Group's personnel, property and financial capacity, its financial result and ability to meet liabilities

Until the publication of this report, there were no such information other than those included in this report and published in the form of current reports. Furthermore, as in the previous periods, by the end of 2024 the Company will be undertaking a range of measures aimed at adjusting the employment structure to its current needs.

13. Factors influencing the Group's results by the end of 2024

13.1. Internal factors

- Strict control of the effectiveness of managing the current assets, in particular inventories.
- Ongoing analysis and control of:
 - profitability of transactions and markets served with a clear focus on the market of small clients and the retail market, in particular e-commerce in Poland and abroad;
 - risks connected with the Company's operations and undertaking measures aimed at their limitation or elimination.
 - the cost and operational efficiency of the business;
 - the efficiency of logistics processes.
- Continuous supervision of the development of the Sferis.pl, Krakvet.pl, Bron.pl, pomocedlaseniara.pl and 1.pl platforms.
- Actively seeking out new opportunities to develop your own e-commerce.
- Activities related to active participation in the electromobility market.

13.2. External factors

The Issuer's situation in the context of changes in the environment is monitored in detail by the Management Board of ACTION S.A., which adjusts the existing processes if necessary and incorporates the impact of key external factors into the strategic priorities.

MACROECONOMIC SITUATION

According to Statistics Poland, which in November this year published information regarding the socio-economic situation of the country in the first three quarters of 2024, entrepreneurs in most sectors of the economy have been experiencing a downturn – a pessimistic sentiment is noticeable, for example, among entrepreneurs with a transport and warehouse profile¹.

In the opinion of ACTION S.A., the current market situation is to a large extent a consequence of long-term inflation significantly exceeding the permissible deviation range of the inflation target of the National Bank of Poland (inflation target: 2.5% CPI, permissible deviation: +/- 1%), which on the one hand contributed to an increase in operating costs and on the other had an unfavourable effect on the propensity of households to consume and invest. Now, despite a significant reduction in consumer inflation, it remained the third highest in the European Union in September this year.

¹<https://stat.gov.pl/obszary-tematyczne/inne-opracowania/informacje-o-sytuacji-spoleczno-gospodarczej/sytuacja-spoleczno-gospodarcza-kraju-1-3-kwartal-2024-r-,1,149.html>

According to the National Bank of Poland's projection, the CPI will not reach the accepted deviation range until Q1 2026², with the cohesion of fiscal and monetary policy (policy mix) having a significant impact on disinflation dynamics.

EUROSTAT forecasts anticipate an increase in real GDP from 0.1% in 2023 to 3.0% in 2024 and growth of 3.6% in 2025 – with an improvement in private consumption being one of its levers³.

WAR IN UKRAINE

Due to the political and economic situation on the territory of Ukraine and the maintenance of the CRP alert level on the territory of Poland by the President of the Council of Ministers regarding increased threats of a terrorist nature resulting from the geopolitical situation in the region, including an armed attack on Ukraine and hybrid actions on the part of Russia and Belarus (potential risks for the security of ICT systems and for the security of the territory of the Republic of Poland in connection with identified threats resulting from the tense situation in the region), the Issuer monitors and assesses the impact of the above situation on the activities of the Company and its Capital Group. In compliance with sanction provisions, the Company does not cooperate with the sanctioned entities. The supply of products manufactured by the Company's contractors in the sanctioned territories is assessed in the same manner.

Therefore, apart from the changes in demand caused by the geopolitical situation, currently, the political and economic situation in the territory of Ukraine has no actual direct impact on the operations of the Issuer and the Group, going concern assumptions, financial results, items presented in financial statements as at the balance sheet date, as well as recognition and measurement of items after the balance sheet date. Due to the presented principles of cooperation with entities from the sanctioned territories of Ukraine, Russia and Belarus, the Company does not assume a negative impact of the discussed situation on the operations of the Issuer and its Group in the future.

However, in the event of unexpected circumstances, in particular prolonged military operations or extension of their territorial scope, as well as prolonged energy crisis, potential disruptions in supply chains and a general increase in operating expenses may occur, which could have a negative impact on the activities of the Company and the Capital Group.

14. Transactions with related entities

All transactions with subsidiaries were eliminated in the process of consolidation.

ACTION S.A. has personal ties with the entities: ACTION CT WANTUŁA Sp. j., ACTIVE TRAVEL Sp. z o.o. in liquidation, TYTANID Sp. z o.o., and Fundacja Rodzinna Bielińskich in organisation, which do not give the Company control or significant influence.

Transactions concluded between the Group companies and related parties not subject to consolidation

The tables below present the amounts of mutual settlements and transactions made between the Group companies and related parties not subject to consolidation.

Data as at 30 September 2024 and for the period 01.01.2024–30.09.2024

	Receivables	Liabilities	Sales revenue	Purchases and costs
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² <https://nbp.pl/projekcja-inflacji-i-pkb-listopad-2024/>

³ https://economy-finance.ec.europa.eu/economic-surveillance-eu-economies/poland/economic-forecast-poland_en

ACTIVE TRAVEL Sp. z o.o. in liquidation**	0	0	0	0
ACTION ENERGY Sp. z o.o. ***)	184	0	0	0
TYTANID Sp. z o.o. ****)	0	0	0	0
Fundacja Rodzinna Bielińskich in organisation ****)	0	0	0	0
Total	184	0	0	0

Data as at 30 September 2023 and for the period 01.01.2023–30.09.2023

	Receivables	Liabilities	Sales revenue	Purchases and costs
ACTION CT WANTUŁA Sp. j.*	0	0	0	0
ACTIVE TRAVEL Sp. z o.o. in liquidation**	0	0	0	0
ACTION ENERGY Sp. z o.o. ***)	184	0	0	0
TYTANID Sp. z o.o. ****)	0	0	0	0
Total	184	0	0	0

*) ACTION CT WANTUŁA Sp. j. with registered office in Poznań, deleted from the KRS as of 03.05.2023,

**) ACTIVE TRAVEL Sp. z o.o. in liquidation with its registered office in Warsaw,

***) ACTION ENERGY Sp. z o.o. with its registered office in Krakow – excluded from consolidation as of 1 January 2015 due to the loss of significant influence.

****) TYTANID Sp. z o.o. with its registered office in Zamienie,

*****) Fundacja Rodzinna Bielińskich in organisation with its registered office in Warsaw.

15. Transactions with consolidated associates

Data as at 30 September 2024 and for the period 01.01.2024–30.09.2024

	Receivables	Liabilities	Sales revenue	Purchases and costs
CLOUDTEAM Sp. z o.o.	0	0	0	0
Total	0	0	0	0

Data as at 30 September 2023 and for the period 01.01.2023–30.09.2023

	Receivables	Liabilities	Sales revenue	Purchases and costs
CLOUDTEAM Sp. z o.o.	0	0	0	0
Total	0	0	0	0

16. Information about the acquisition of own shares

In the years 2022–2024 (until 25 March 2024), the Company carried out share buybacks as part of the implementation of the own share buyback scheme under the authorisation contained in Resolutions Nos 3 and 5 of the Extraordinary General Meeting of ACTION S.A. of 26 October 2022 (as amended by General Meeting Resolutions Nos 3 and 4 of 14 April 2023, 13, 17 and 18 of 21 June 2023, 3 and 4 of 26 October 2023 and 3 and 4 of 28 February 2024) and in accordance with the detailed terms and conditions for the buyback of own shares published in current reports Nos: 52/2022 of 28 October 2022, 36/2023 of 14 April 2023, 58/2023 of 22 June 2023, 97/2023 of 26 October 2023 and 21/2024 of 28 February 2024. The described own share buyback scheme was finalised and all own shares totalling 3,500,000 were redeemed and cancelled (voluntary redemption), and the Company's share capital was reduced by PLN 350,000. These activities were carried out in two stages, i.e. with respect to 1,300,000 of own shares with a nominal value of PLN 130,000 under Resolutions Nos 14 and 15 of the Ordinary General Meeting of 21 June 2023

(registration by the court of the reduction in share capital by the value of redeemed and cancelled shares took place on 16 August 2023) and with respect to 2,200,000 of own shares with a nominal value of PLN 220,000 under Resolutions Nos 12 and 13 of the Ordinary General Meeting of 19 June 2024 (registration by the court of the reduction in share capital by the value of redeemed and cancelled shares took place on 27 June 2024).

The reason for acquiring own shares covered by the above scheme was to fulfil the purposes of this transaction. Pursuant to the aforementioned documents, the Company's own shares could be acquired for the purpose of: redemption, cancellation and reduction of the Company's share capital or further resale by the Company. The Company has decided on one of the above purposes for all of the above shares, i.e. they have been redeemed and cancelled, and the Company's share capital has been reduced. The total value of the aforementioned own shares acquired and cancelled by the Company, understood as the total price paid for these shares, amounts to PLN 77,990 thousand.

Moreover, on 19 June 2024, the Issuer commenced the implementation of another own share buyback scheme on the basis of the authorisation contained in Resolutions Nos 14 and 15 of the Ordinary General Meeting of ACTION S.A. of 19 June 2024 and in accordance with the detailed terms and conditions for the buyback of own shares published in current report No 52/2024 of 19 June 2024.

The reason for acquiring own shares as part of the currently implemented scheme is to fulfil the purposes of this transaction. Pursuant to the aforementioned documents, the Company's own shares may be acquired for the purpose of: redemption, cancellation and reduction of the Company's share capital or disposal by the Company, or further resale by the Company. The Management Board is authorised to specify in detail the purpose of acquiring own shares in the scope specified in the preceding sentence; where the purpose is the redemption and cancellation of own shares and reduction of the Company's share capital, the purpose is confirmed in a resolution of the General Meeting on the redemption of shares. The Company has not yet decided on the aforementioned purposes regarding the own shares currently held.

In the period from the beginning of the buyback until 30.09.2024, the Issuer acquired 1,098,479 own shares (ISIN code: PLACTIN00018) with a nominal value per share of PLN 0.10 and a total nominal value of PLN 109,847.90. The total value of the aforementioned shares acquired by the Company, understood as the total price paid for these shares, amounts to PLN 37,029,375.34.

At the same time, the Issuer announces that as at 28.11.2024, the Company holds 1,189,550 own shares (ISIN code: PLACTIN00018) with a nominal value per share of PLN 0.10 and a total nominal value of PLN 118,955.00. The total value of the aforementioned shares acquired by the Company, understood as the total price paid for these shares, amounts to PLN 38,626,039.83.

IV. Statement of the Management Board concerning the accuracy of the Interim Condensed Financial Statements

The Interim Condensed Financial Statements of ACTION S.A. for the quarter ending 30 September 2024 comprise: the statement of comprehensive income, the statement of financial position, the statement of changes in equity, the cash flow statement and selected notes.

In accordance with the requirements of the Regulation of the Minister of Finance of 29 March 2018 on current and periodic information provided by issuers of securities and on conditions under which information required by legal regulations of a third country may be recognised as equivalent (Journal of Laws of 2018, item 757, as amended), the Management Board of ACTION S.A. hereby represents that:

- to the best of their knowledge, the quarterly condensed financial statements and comparative data were prepared in compliance with accounting policies in force and that they give a true and fair view of the Company's state of affairs, property, financial position and financial result.

During the period covered by the financial statements, the Company maintained its accounting books in accordance with International Financial Reporting Standards ("IFRS") approved by the EU, issued and in force as at the balance sheet date, and in matters not regulated by the above standards, in compliance with the Polish Accounting Act of 29 September 1994.

Piotr Bieliński

Sławomir Harazin

President of the Management Board

Vice-President of the Management Board

Zamienie, 28 November 2024

V. Interim condensed financial statements of ACTION S.A. for the period from 1 January 2024 to 30 September 2024

SELECTED STANDALONE FINANCIAL DATA	in PLN thousand		in EUR thousand	
	Period from 01.01.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023	Period from 01.01.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023
I. Net revenue from sales of products, goods and materials	1,754,868	1,778,337	407,900	388,512
II. Gross profit/loss on sales	143,780	152,582	33,420	33,334
III. Profit/loss on operating activities	30,617	27,724	7,117	6,057
IV. Net profit/loss attributable to the Company's shareholders	27,071	23,423	6,292	5,117
V. Weighted average number of shares** (quantity)	17,974,226	18,737,000	17,974,226	18,737,000
VI. Profit/loss per ordinary share *) (in PLN/EUR)	1.51	1.25	0.35	0.27
VII. Net cash flow from operating activities	21,562	33,713	5,012	7,365
VIII. Net cash flow from investment activities	7,555	-12,277	1,756	-2,682
IX. Net cash flow from financial activities	-75,942	-26,071	-17,652	-5,696
X. Net increases (decreases) in cash	-46,825	-4,635	-10,884	-1,013
	As at 30.09.2024	As at 31.12.2023	As at 30.09.2024	As at 31.12.2023
XI. Total assets	657,578	685,311	153,963	157,615
XII. Liabilities	256,391	236,492	60,031	54,391
XIII. Long-term liabilities	51,989	64,366	12,173	14,804
XIV. Short-term liabilities	204,402	172,126	47,858	39,587
XV. Equity attributable to the Company's shareholders	401,187	448,819	93,933	103,224
XVI. Share capital	1,654	1,874	387	431
XVII. Weighted average number of shares** (quantity)	17,974,226	19,549,055	17,974,226	19,549,055
XVIII. Book value per share (in PLN/EUR)	22.32	22.96	5.23	5.28

*) Profit per ordinary share was calculated as the quotient of the Net profit and the Number of shares.

**) The number of shares includes shares with a standardised A to D series designation after registration of the redemption of the Company's own shares. The change was made under resolutions 12 and 13 of the Ordinary General Meeting of Shareholders of 19 June 2024. The change was registered by the District Court for the capital city of Warsaw in Warsaw, 14th Commercial Division of the National Court Register, on 27 June 2024.

*** The book value per share was calculated as the quotient of Equity and the Number of shares.

PLN TO EUR EXCHANGE RATES

Period	Average exchange rate in the period	Minimum exchange rate in the period	Maximum exchange rate in the period	Exchange rate as at the last day of the period
01.01.2024–30.09.2024	4.3022	4.2678	4.3434	4.2791
01.01.2023–31.12.2023	4.5284	4.5756	4.7170	4.3480
01.01.2023–30.09.2023	4.5773	4.4135	4.7170	4.6356

The selected financial data presented in the standalone financial statements were converted into EUR in the following manner:

- items concerning the statement of comprehensive income and the cash flow statement were translated at the exchange rate being the arithmetic mean of the average minimum and maximum exchange rates published by the National Bank of Poland, in force on the last day of each month, the exchange rate for 3 quarters of 2024 stood at EUR 1 = PLN 4.3022, for 3 quarters of 2023 – EUR 1 = PLN 4.5773;
- items of the statement of financial position were converted at the average exchange rate published by the National Bank of Poland, in force as at the balance sheet date; as at 30 September 2024, this exchange rate stood at: 1 EUR = 4.2791 PLN, as at 31 December 2023: 1 EUR = 4.5284 PLN and as at 30 September 2023: 1 EUR = 4.5773 PLN.

Statement of comprehensive income

All revenue and costs relate to continuing operations.

Note	Period	Period	Period	Period
	from 01.01.2024 to 30.09.2024	from 01.07.2024 to 30.09.2024	from 01.01.2023 to 30.09.2023	from 01.07.2023 to 30.09.2023
Sales revenue	1,754,868	621,974	1,778,337	638,207
Costs of products, goods and materials sold	-1,611,088	-574,102	-1,625,755	-584,771
Gross profit/loss on sales	143,780	47,872	152,582	53,436
Sales and marketing costs	-94,598	-28,985	-92,818	-30,483
General administration costs	-34,398	-11,933	-33,609	-13,071
Other operating income	16,830	539	2,440	779
Other expenses and losses	-997	-311	-871	-259
Profit/loss on operating activities	30,617	7,182	27,724	10,402
Financial revenue	4,360	1,191	3,512	1,299
Financial costs	-2,011	-659	-2,169	-845
Profit/loss before tax	32,966	7,714	29,067	10,856
Income tax	-5,895	-1,499	-5,644	-2,332
Profit/loss on continuing operations	27,071	6,215	23,423	8,524
Net profit/loss on discontinued operations	0	0	0	0
Net profit / loss for the financial period	27,071	6,215	23,423	8,524
Other comprehensive income that will be reclassified to profit or loss, before tax	2,008	-74	2,178	-102
Income tax	-382	14	-414	19
Other components of net comprehensive income that may be reclassified to profit or loss	1,626	-60	1,764	-83

Comprehensive income for the period		28,697	6,155	25,187	8,441
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PROFIT PER SHARE

	Period from 01.01.2024 to 30.09.2024	Period from 01.07.2024 to 30.09.2024	Period from 01.01.2023 to 30.09.2023	Period from 01.07.2023 to 30.09.2023
Basic profit/loss on continuing operations	1.51	0.38	1.25	0.45
Basic profit/loss on discontinued operations	0.00	0.00	0.00	0.00
Profit / loss per share (in PLN)	1.51	0.38	1.25	0.45
Diluted profit / loss on continuing operations	1.51	0.38	1.25	0.45
Diluted profit / loss on discontinued operations	0.00	0.00	0.00	0.00
Diluted profit / loss per share (in PLN)	1.51	0.38	1.25	0.45
Weighted average number of shares	17,974,226	16,537,000	18,737,000	18,737,000
Diluted number of shares	17,974,226	16,537,000	18,737,000	18,737,000

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

Statement of financial position

	Note	30.09.2024	31.12.2023	30.09.2023
ASSETS				
Property, plant and equipment		129,557	132,819	134,458
Goodwill		0	0	0
Other intangible assets		7,810	5,908	5,944
Investment real property		0	0	3,770
Financial assets		7,785	4,932	5,273
Other financial assets		0	0	0
Deferred income tax assets		0	0	0
Trade and other receivables		0	0	0
Non-current assets		145,152	143,659	149,445
Inventories		316,445	298,132	273,173
Trade and other receivables		150,533	156,170	203,025
Current income tax receivables		0	0	0
Derivative financial instruments		0	0	0
Other financial assets		17,075	8,341	8,950
Cash and cash equivalents		28,373	75,198	50,576
Current assets other than fixed assets held for trading		512,426	537,841	535,724
Fixed assets classified as held for sale		0	3,811	0
Total current assets		512,426	541,652	535,724
TOTAL ASSETS		657,578	685,311	685,169
EQUITY				
Share capital		1,654	1 874	1 874
Share premium		77,207	77,207	77,207
Own shares		-37,029	-20,373	-12,840
Retained profit		357,729	388,152	373,863
Other reserves		1,626	1,959	1,764
TOTAL EQUITY		401,187	448 819	441,868
LIABILITIES				
Loans, borrowings and other liabilities on account of financing		0	0	0
Lease liabilities		596	1,066	1,261
Trade and other liabilities		47,227	57,615	63,501
Deferred income tax provisions		4,166	5,685	3,822
Long-term liabilities		51,989	64 366	68,584
Trade and other liabilities		196,551	166,574	169,620
Loans, borrowings and other liabilities on account of financing		0	0	0
Lease liabilities		1,603	850	803
Current income tax liabilities		4,949	3,462	2,969
Provisions for employee benefits		1,299	1,240	1,325
Provisions for other liabilities and charges		0	0	0
Derivative financial instruments		0	0	0

	Note	30.09.2024	31.12.2023	30.09.2023
Short-term liabilities		204,402	172,126	174,717
Total liabilities		256,391	236,492	243,301
TOTAL EQUITY AND LIABILITIES		657,578	685,311	685,169

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

Statement of changes in equity

Equity attributable to the Company's shareholders						
	Share capital	Share premium	Own shares	Retained profit	Other reserves	Total equity
As at 01.01.2024	1 874	77,207	-20,373	388,152	1,959	448 819
Changes in equity:	-220	0	-16,656	-30,423	-333	-47,632
Acquisition of treasury shares	0	0	-74,370	0	0	-74,370
Total comprehensive income	0	0	0	27,071	-333	26,738
Redemption of own shares	-220	0	57,714	-57,494	0	0
Other	0	0	0	0	0	0
As at 30.09.2024	1,654	77,207	-37,029	357,729	1,626	401,187
As at 01.01.2023	2,004	77,207	-7,982	370,779	0	442,008
Changes in equity:	-130	0	-12,391	17,373	1,959	6,811
Acquisition of treasury shares	0	0	-32,857	0	0	-32,857
Total comprehensive income	0	0	0	37 717	1,959	39,676
Redemption of own shares	-130	0	20,466	-20,344	0	-8
Other	0	0	0	0	0	0
As at 31.12.2023	1 874	77,207	-20,373	388,152	1,959	448 819
As at 01.01.2023	2,004	77,207	-7,982	370,779	0	442,008
Changes in equity:	-130	0	-4,858	3,084	1,764	-140
Acquisition of treasury shares	0	0	-25,324	0	0	-25,324
Total comprehensive income	0	0	0	23,423	1,764	25,187
Redemption of own shares	-130	0	20,466	-20,336	0	0
Other	0	0	0	-3	0	-3
As at 30.09.2023	1 874	77,207	-12,840	373,863	1,764	441,868

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024

Cash flow statement

	Note	Period from 01.01.2024	Period from 01.01.2023
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	to 30.09.2024	to 30.09.2023
Cash flow from operating activities		
Gross profit/loss for the financial period	32,966	29,067
Adjustments:	-5,556	7,999
Amortisation and depreciation of tangible fixed assets and intangible assets	6,640	6,731
Profit (loss) on investment activities	-16,285	-144
Interest revenue	-3,441	-3,512
Interest expenses	63	50
Other	554	-1,028
Changes in working capital:		
Inventories	-18,313	-9,611
Trade and other receivables	5,637	-24,057
Trade and other liabilities	19,589	39,570
Income tax paid	-5,848	-3,353
Net cash flow from operating activities	21,562	33,713
Cash flow from investment activities		
Acquisition of property, plant and equipment and intangible assets	-4,393	-4,998
Acquisition of investment real properties	0	0
Inflows from sale of property, plant and equipment and from intangible assets	19,800	0
Other investment inflows/outflows	-7,852	-7,279
Net cash flow from investment activities	7,555	-12,277
Cash flow from financing activities		
Inflows from the issue of shares	0	0
Acquisition of treasury shares	-74,370	-25,324
Loans and borrowings received	0	0
Repayment of loans and borrowings	0	0
Dividends paid	0	0
Interest paid	-63	-50
Payments of liabilities under lease agreements	-1,509	-697
Other financial inflows/outflows	0	0
Net cash flow from financial activities	-75,942	-26,071
Net increase/decrease in cash	-46,825	-4,635
Opening balance of cash	75,198	55,211
Foreign exchange gains (losses) on measurement of cash	0	0
Closing balance of cash	28,373	50,576

Piotr Bieliński

Sławomir Harazin

President of the Management Board

Vice-President of the Management Board

Zamienie, 28 November 2024

Notes

1. Significant estimates

Deferred income tax assets and provisions recognised in the Statement of financial position were disclosed after being offset. The set-off was performed due to the homogeneity of these components and the method of their settlement.

Value of deferred income tax subject to offsetting:

	30.09.2024	31.12.2023
Deferred income tax assets:		
– deferred income tax assets falling due within 12 months	4,798	3,993
	4,798	3,993
Deferred income tax provisions:		
– deferred income tax provisions falling due within 12 months	8,964	7,815
	8,964	7,815
Deferred income tax assets	4,798	3,993
Deferred income tax provisions	8,964	7,815
Deferred income tax assets / provisions (account balance)	-4,166	-3,822

Changes in deferred income tax (after set-off of assets and provisions) are as follows:

	30.09.2024	31.12.2023
Opening balance	-5,685	-4,087
Credit of/charge on the financial result	1,453	679
Increase/decrease in equity	66	-414
Closing balance	-4,166	-3,822

2. Write-downs on assets

2.1. Impairment write-downs on long-term financial assets

	30.09.2024	31.12.2023	30.09.2023
Opening balance of impairment write-down on long-term financial assets	-3,397	-2,897	-2,897
Created	0	-500	0
Utilised	0	0	0
Released	0	0	0
Closing balance of impairment write-down on long-term financial assets	-3,397	-3,397	-2,897

2.2. Write-down on short-term financial assets

	30.09.2024	31.12.2023	30.09.2023
Opening balance of impairment write-down on short-term financial assets	-725	-3,102	-3,102
Created	0	0	0
Utilised	0	2,157	0
Released	0	220	220
Closing balance of impairment write-down on short-term financial assets	-725	-725	-2,882

2.3. Impairment write-downs on inventories

	30.09.2024	31.12.2023	30.09.2023
Opening balance of write-down on inventories	-4,255	-6,233	-6,233
Created (Costs of products, goods and materials sold)	-1,756	-1,929	-1,130
Utilised	0	0	0
Released (Costs of products, goods and materials sold)	2,202	3,907	3,642
Closing balance of write-down on inventories	-3,809	-4,255	-3,721

2.4. Impairment write-downs on trade and other receivables

	30.09.2024	31.12.2023	30.09.2023
Opening balance of impairment write-down on receivables	-6,096	-6,736	-6,736
Created	-1,525	-1,388	-1,302
Utilised	2,881	177	94
Released	1,297	1,851	1,397
Closing balance of impairment write-down on receivables	-3,443	-6,096	-6,547

3. Contingent assets and liabilities

As at 30 September 2024, the Company held contingent receivables due to the repayment of receivables in the amount of PLN 5,602 thousand. Hedging liabilities under agreements signed as of the reporting date which are not reflected in the Company's interim condensed financial statements amounted to PLN 16,591 thousand as of 30 September 2024.

	30.09.2024	31.12.2023	30.09.2023
1. Contingent receivables	5,602	3,619	3,634
1.1. From related entities (due to)	0	0	0
– guarantees and sureties received	0	0	0
1.2. From other entities (due to)	5,602	3,619	3,634
– guarantees and sureties received	2,200	3,619	3,634
– conditional additional payment due to a change in the selling price of the real property	3,400	0	0
2. Contingent liabilities	16,591	14,806	13,571
1.1. To related entities (due to)	0	0	0
– guarantees and sureties granted	0	0	0
1.2. To other entities (due to)	16,591	14,806	13,571
– guarantees and sureties granted	16,591	14,806	13,571
– letters of credit	0	0	0
3. Other (due to)	0	0	0
Total off-balance sheet items	22,193	18,425	17,205

3.1. Guarantees and sureties granted

As at 30 September 2024, the value of guarantees and sureties granted amounted to PLN 16,591 thousand, including:

to other entities

- Bank guarantees totalling PLN 1,320 thousand (EUR 308 thousand);
- Bank guarantees totalling PLN 3,246 thousand (USD 850 thousand);
- Bank guarantees totalling PLN 12,025 thousand.

4. Business combinations

There were no business combinations in the reporting period.

This interim condensed consolidated financial statements were approved by the Management Board of ACTION S.A. on 28 November 2024.

Signatures of all Management Board Members

Piotr Bieliński

President of the Management Board

Sławomir Harazin

Vice-President of the Management Board

Zamienie, 28 November 2024