

Dear Shareholders,

On behalf of the Management Board, I have the pleasure of presenting ACTION S.A. Annual Report for 2007 as well as the major achievements of the Company in that period to you.

Last year was particularly successful for the Company. Financial results obtained by the Company reflect a great potential for further development and strengthening of ACTION position on the IT hardware distribution and production market, a fact proved not only by nominations for numerous prestigious awards but also by titles and contracts obtained, including: the title of the most innovative server manufacturer of 2007 and the title of the best manufacturer and vendor of clusters awarded for providing the academic and scientific circles in Poland with the largest and the strongest high-performance computational servers, as well as for providing schools and the public administration with thousands of ACTINA computers.

The Company's operations in 2007 were concentrated on implementing a strategy by which the Company intended to achieve a set level of sales, while at the same time maintaining a margin level that would ensure stable development and good financial condition.

2007 was another period of intensive work on streamlining procedures and logistics processes aimed at optimising consumer service.

The Company keeps investing in IT and warehousing and logistics infrastructure. We have been expanding our warehouses for two years. New storage spaces with modern, highly automated maintenance systems are put into operation successively.

In 2007 the Company concluded a number of vital distribution agreements which significantly expanded its product offer (AMD, SONY, LOGITECH).

In subsequent years, we will place emphasis on further optimising of processes and actions aimed at reducing costs, as well as on increasing of performance. Together those factors will ensure even higher quality of the Company's services, rise in its turnover and profitability. We will also place a strong emphasis on increasing quality and functionality of our own products under ACTINA brand and on winning further distribution contracts among the largest, international IT giants.

On behalf of the Management Board, let me thank all those who contributed to achieving so favourable results. My special thanks to Shareholders who have confidence in us – in managers and our actions.

Kind regards,

President of the Management Board

Piotr Bieliński