

Current Report No. 24/2014

(Friday, 7 November 2014)

Legal basis: Article 56.1.2 of the Polish Public Offering Act – ongoing and periodic information

Guarantee Granted

Pursuant to Art. 5.1.7 of the Regulation of the Minister of Finance of 19 February 2009 on ongoing and periodic disclosure by issuers of securities (consolidated text, Journal of Laws of 2014, No. 133), the Management Board of AB S.A. with its registered office in Wrocław (Issuer, Guarantor) informs that the Issuer has granted a guarantee in favour of Apple Distribution International with its registered office at Hollyhill Industrial Estate, Hollyhill, Cork (Ireland) (Beneficiary).

Under the guarantee, the Guarantor guarantees for its subsidiary company – AT Computers a.s. with its registered office in Ostrava (Czech Republic), Slezská Ostrava, Těšínská 1970/56 (Debtor) – with respect to the Debtor's financial obligations related to the sales of goods and services provided by the Beneficiary to the Debtor in the performance of distribution agreements: "Apple Authorised Distribution Agreement" and "iPhone Distribution Agreement" – jointly: (Agreements) concluded by the Debtor with the Beneficiary.

The amount of the granted guarantee is USD 40,000,000 (forty million USD) plus expenses that the Beneficiary may incur while claiming its receivables from the Debtor or the Guarantor.

The guarantee has been granted for one year and shall be automatically extended for subsequent annual periods, unless the Beneficiary receives written termination of the guarantee from the Guarantor 60 days at the latest before the end of the annual guarantee validity period. The guarantee shall expire automatically when the underlying Agreements are terminated or expire.

The criterion used to determine whether the agreement is material is its value exceeding the equivalent of 10% of the Issuer's equity capital. The amount of the granted guarantees is PLN 136.34m plus the costs – the value of the guarantee has been translated at NBP's average exchange rate of PLN / USD 3.4084 effective on 7 November 2014.