

Current report No. 31/2007

(Monday, 22 October 2007.)

Legal basis: Art. 56 sec. 1 subsec. 2 Act on Offering – current and periodical information

Establishing issue price

The Management Board of AB S.A. (hereinafter referred to as the “Issuer”) informs that on 19.10.2007, the Management Board of the Company established the issue price of series I shares at the level of PLN 26.00 per share for private issue of series B subscription warrants, which entitle to acquire series I ordinary bearer shares. Final size of the offer shall be established after completion of subscription process, which is planned for 29 October 2007.

This issue is not public and it is not made in the form of public offering, which is referred to in art. 3 sec. 3 of the Act of 29 July 2005 on public offering and conditions of introducing financial instruments to the organized trading system and on public companies (Journal of Laws No. 184, item 1539 with further amendments), hereinafter referred to as the Act on Offering.

Financial institutions, within the meaning of art. 4 § 1 subsec. 7) of the Code of Commercial Companies, who are qualified investors within the meaning of art. 8 sec. 1 of the Act on public offering and conditions of introducing financial instruments to the organized trading system and on public companies, and to whom the Management Board submitted an offer to acquire Subscription Warrants on the basis of declarations of interest to acquire Subscriptions Warrants collected during the book-building, shall be eligible to acquire series B subscription warrants. The number of persons who were offered to acquire subscription warrants did not exceed 99 (say: ninety nine) persons.

The Company did not prepare the issue prospectus, offer memorandum or other document drawn up in relation to public offering or introduction of securities to trading on the regulated market.

Based on the exemption specified in art. 7 sec. 4 subsec. 3 of the Act on Offering, in connection with the introduction of series I Shares to trading on the regulated market at the Warsaw Stock Exchange [*Giełda Papierów Wartościowych w Warszawie SA*] (“GPW”) no Offering Documents shall be prepared.

Issue of series B subscription warrants was conducted on the basis of the resolution No. 18/2007 of the Extraordinary Meeting of Shareholders of 21 September 2007 on the issue of series B subscription warrants with the right to acquire series I shares with exclusion of preemptive right of series B subscription warrants.

Series I shares are issued within the contingent increase of the share capital under resolution No. 19/2007 of the Extraordinary Meeting of Shareholders of 21 September 2007 on the contingent increase of the share capital with exclusion of preemptive rights for series I shares and on amendments to the Articles of Association of the Company.

