



This report is prepared for the Warsaw Stock Exchange SA within the framework of the Analytical Coverage Support Program 4.0.

Daily February 16, 2024

Company	LT fundamental recommendation	12M EFV (PLN)	ST market-relative bias	Analyst
<b>Action</b>	<b>Buy</b>	<b>21.6</b>	<b>Neutral</b>	Jakub K. Viscardi

**Event: Majority stake in PDS CARE purchased.**

On Thursday, during the WSE trading hours, Action informed that it purchased a majority stake in PDS CARE and established terms of the commercial and investment cooperation as regards the new segment of medical and rehabilitation supplies with the special focus on seniors.

The key issues of the transaction:

- Action bought a 60% share in the equity and votes on the GSM of PDS CARE sp. z o.o.;
- PDS CARE distributes medical and rehabilitation equipment with the special focus on senior and disabled persons using the offline and online (PomoceDlaSeniora.pl and medsenio.pl) sales channels. Its annual revenues have not exceeded EUR 10 million so far.
- Under the terms of agreement Action will purchase the remaining 40% share in the equity and votes of PDS in 2025 and 2026.
- Action will endorse the cooperation of the entities related to PDS with respect to warehouse and logistic services and handling the supplies while those entities will provide their know-how and experience.
- The transaction value (c. PLN 5 million) corresponds to 0.75% of Action's total assets, was financed from the Company's own funds.

**Expected impact:** *Neutral; the information was released during Thursday's session. The transaction is expected to expand and diversify the Company's product offer as well as to strengthen the B2C segment sales and increase a share of high-margin products.*

*The report is not a recommendation within the meaning of Commission Delegated Regulation (EU) 2016/958 of 9 March 2016 supplementing Regulation (EU) No 596/2014 of the European Parliament and of the Council with regard to regulatory technical standards for technical arrangements for objective presentation of investment recommendations or other information recommending or suggesting an investment strategy and for disclosure of particular interests or indications of conflicts of interest.*