ERBUD S.A.

Topic:
Signing of an agreement with BGŻ SA on the bank guarantee line.
Legal basis: Article 56 section 1 item 2 of the Bid Law - current and periodic information

Content of report:

On 23.03.2009 the Management Board of ERBUD SA signed with BGŻ SA an agreement to provide line of guarantee. The value of the line limit is PLN 30,000,000 (in words: thirty million PLN).

Under this line the Issuer will be able to benefit from:
- advance repayment guarantee up to 24 months amounting to PLN 20 million
- performance guarantees up to 36 months, amounting to not more than PLN 15 million
- remedying defects warranty up to 60 months, amounting not more than PLN 15 million.

In addition, the Bank restricted the amount of the guarantee to one client up to PLN 25 million.

The line is secured by assignment of claims of PLN 30 million worth, cash hold of PLN 3 million and promissory note.

Remuneration of bank:
- commission for preparation of documentation for the conclusion and implementation of an agreement - 0.5% of the limit value;
- commission for increasing the limit value / extending the limit - 0.5% of the increase value;
- commission for guarantee - 0,18% of the amount of increase;
- commission for adjustment of the guarantee conditions - PLN 200;
- commission for cancellation of the guarantee - PLN 100;
- commission for the guarantee payment - 0,25% of the claim amount;
- commission for the debt state from the guarantees provided at the end of each calendar year - 0.05% of the debt.