ERBUD S.A.

Topic:
Signing of a major construction agreement
Legal basis: Article 56 section 1 item 2 of the Bid Law - current and periodic information

Content of report:

The Executive Board Erbud S.A. informs that the contract with Tesco Poland Sp. z o.o., based in Krakow for execution of building works has been concluded under the following specified conditions:

1. Date of contract conclusion: 03.06.2009
2. Investor: Tesco Poland Sp. z o.o. with headquarters in Kraków, ul. Kapelanka 56, 30-347 Krakow
3. Contract value: PLN 69,350,000.00
4. Subject of the agreement: construction of a shopping & service centre in Warsaw in in General Contracting
5. Place of contract performance: Warsaw, Streets Fieldorfa / Jana Nowaka / Jeziorańskiego / Perkuna
6. Duration of works: 09.06.2009 - 09.06.2010
7. Terms of payment: 28 days of invoice delivery
8. Performance bond: 10% of net remuneration, valid for 15 months
9. Repair works guarantee: 5% of net remuneration, valid for 60 months
10. Other guarantees: 60 months for construction works, 12 months for equipment and for mechanical and electrical installations
11. Contractor's penalties: 0.2% of the contract price for each day of delay and 10% for termination due a case attributable to the Contractor
12. Value of works to be performed in 2009: PLN 34,000,000.00

This is already the fourth agreement signed with this Investor.