ERBUD S.A.

Topic:
Signing of a major loan contract
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 on 30 June 2009 signed with PKO BP SA located in Warsaw (PKO BP) an Loan Agreement No. 42 1020 1042 0000 8102 0212 8346 / 2009 in the form of the multi-purpose credit limit.

By virtue of this agreement the Bank PKO BP has opened for the benefit of the Issuer a three-year credit line amounted to PLN 50,000,000.00 (fifty million), including sub-limits of:
a) PLN 20.000.000,00 (twenty million) - a credit in the current account
b) PLN 30.000.000,00 (thirty million) - the line on bank guarantees.

The limit referred to above is granted for the period from 30.06.2009 to 29.06 2012; the term of validity of the guarantee provided under the sub-limit may be 5 years but not more than 3 years from the date of the limit expiry.
The interest rate of the limit is determined on an annual basis, at the rate equal to reference rate more a fixed bank margin over a credit period.

Security the of line referred to above are:
a) ceiling mortgage to the amount of PLN 65 million on a non built-up area property owned by the Issuer, located in Torun
b) transfer of trade receivables; the borrower is obliged to keep this security in amount of 120% of the granted limit for the duration of the contract
c) sola blank bill and bill agreement

Currently, the Issuer cooperates with six leading banks: Millennium Bank S.A., Fortis Bank Polska S.A., BGŚ S.A., BRE Bank S.A., Kredyt Bank S.A. and PKO BP S.A. and has a total credit limit of PLN 51 million and lines for guarantees of PLN 153 million.
Such diversification and amount of limits provided give a full security of Issuer operating activity.