ERBUD S.A.

Topic:
Conclusion of a significant agreement on construction works
Legal basis: Article 56 section 1 item 2 of the Bid Law - current and periodic information

Content of report:

Referring to the current report No. 53/2009 dated 15.09.2009 on the delay of confidential information, the Management Board of Erbud S.A. announces that a significant contract for building works has been signed on 22 October 2009 under the following conditions:

1. Client: Quattro Towers Sp. z o.o. with headquarters in Warsaw, ul. Bonifraterska 17, 00-203 Warsaw;
2. Contract value: PLN 86,167,000 net increased by VAT at the rate in force;
3. Subject of contract: construction of multifamily dwellings under the name of Quattro Towers in Gdańsk, including service area and underground garage;
4. Date for completion: 22 months from the delivery date of the building site, the date of commencement of work is planed for late October 2009;
5. Guarantees: performance bond valid 25 months from the date of signing of the contract in the amount of 5% of net contract value, warranty amounting 5% of net contract value for the 3-year warranty period;
6. Penalties: the total amount of contractual penalties may not exceed 8% of the contract price.

Other conditions of this Agreement shall not differ from those commonly used for this type of contract in 2009.