ERBUD S.A.

Topic:

Registered pledge burden by the Issuer on assets of substantial value, i.e. 3899 shares held by the Issuer in the subsidiary Przedsiębiorstwo Robot Drogowych S.A.
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. 55/2009 and the Current Report No. 9/2010,
The Executive Board of the Issuer received on 29 March 2010 information that on 15 March 2010 a registered pledge on the 3,899 registered shares of a subsidiary company Przedsiębiorstwo Robot Drogowych S.A. with the seat in Toruń ("PRD") with a nominal value of PLN 50 per one share and of the total nominal value of PLN 194,950 (say: one hundred ninety-four thousand, nine hundred and fifty zlotys), representing 29% of shares in the original capital of the PRD (the "Registered Pledge") established by the Issuer for the benefit of the Rison Limited with headquarters in Nicosia, Cyprus ("Rison Limited"), has been entered at the request of the Issuer in the register of pledges under the No. 2204522.

The Pledge was entered in the Register by the decision of the District Court for the Capital City of Warsaw, XI Commercial Division - Pledge Register of 12 March 2010 (signature file: WA.XI.Ns-Rej.Za 2172/10/293). The Registered Pledge was established by the Issuer (the "Pledger") to the company Rison Limited (the "Pledgee") as the implementation of the provisions of the definitive agreement on Budlex Sp. z.o.o. share purchase signed on 19 February 2010 between the Issuer and Rison Limited (the "Definitive Agreement"), of which the Issuer announced in its Current Report No. 9/2010 and a share pledge agreement signed on 19 February 2010 between the Issuer and Rison Limited.

The Registered Pledge has been established to secure claims of Rison Limited to the Issuer for payment of price instalments specified in the Definitive Agreement. The Registered Pledge secures debts of Rison Limited to the maximum amount of PLN 20,340,821.42 (say: twenty million three hundred forty thousand, eight hundred and twenty-one point four two). The Registered Pledge will expire on day of settlement and the full repayment of secured liability. The possessory pledge on 3899 shares of PRD, of which the Issuer has informed in its Current Report No. 9/2010, expired upon entry of the Registered Pledge in the pledge register. Secured claim satisfaction can be made only by a judicial enforcement proceeding.

The inventory value of the 3,899 shares pledged in the baccounts of the Issuer's books amounts to PLN 11,743,329. There are no links between the Issuer and the managing staff or persons supervising the Issuer and between the pledgee. The Issuer owns 100% of the share capital and votes at the General Meeting of the PRD and considers investments in shares of PRD for a long-term ones.

The criterion for recognising the burden of assets, i.e. shares in the Przedsiębiorstwo Robót Drogowych S.A. to be significant: the inventory value of the shares pledged exceeding EUR 1 million EUR.