ERBUD S.A.

Current Report No. 43/2010
Date of Report: 2010-07-22

Topic:
Signing of an important agreement on constructing the Tęcza Gallery in Kalisz.
Legal basis: Article 56 section 1 item 2 of the Bid Law - current and periodic information

Content of report*:*

On 9 July 2010, the Issuer informed in the Current Report No. 38/2010 about taking over the construction site of the Tęcza Gallery Shopping Centre in Kalisz.

On 22 July 2010, the Issuer entered into a contract for works on the above mentioned project with the company EF PROGRESS I Sp. z o.o., a subsidiary of Rank Progress SA based in Legnica.

According to the agreement concluded, the Issuer undertakes to carry out works in General Contracting on a turnkey basis with a finish standard of the "Piast Gallery II" project in Legnica in the range provided for in the Building Documents, including construction of internal and external road system and pilotage of boutiques. Works defined by the inventory report on work in progress of 23/06/2010, as amended, are excluded from the scope of works.

The construction will be completed by 15/10/2011.

The remuneration of the Issuer for the project execution is PLN 65,000,000.

The agreement contains provisions that allow to charge penalties with a total value of not more than 10% of the Contractor's remuneration.

The agreement was considered significant under the criteria of the Issuer's equity.

The total value of contracts concluded and annexed by the Issuer with the Rank Progress Group over the past 12 months amounted to PLN 112.78 million net.
The above-said contract is, for example, an agreement of the highest value.

Legal basis: Art. 5 section point 3 of the Ordinance of the Minister of Finance dated 19 February 2009 on current and periodic information submitted by issuers of securities and the conditions for recognition as equivalent to the information required under the law of a non-member state.