ERBUD S.A.

Current Report No. 09/2011
Date of Report: 2011-03-02

Topic:

Concluding a significant construction contract with Dom Developmnet S.A.
Legal basis: Article 56 section 1 item 2 of the Act on Public Offering - current and periodic information

Content of report:

The Management Board of ERBUD SA announces that on 02.03.2011 it signed an important contract to execute construction works under the following conditions:

1. The Customer: Dom Development S.A. based in 00-078 Warsaw at 3 Piłsudskiego Sq.
3. Contract value: PLN 43,001,636 plus the VAT due.
4. Contract subject: Multi-family residential complex with services and underground garage, incl. technical infrastructure, installations and necessary land facilities, called "ADRIA, phase II", located in Warsaw at Jugosławiańska St.
4. Duration of works: 17 months from entering the site; the expected date of commencement of work - March 2011, and expected completion date - July 2012.
5. Penalties: total value of the penalties may not exceed 10% of the contract price.

Other conditions of the contract shall not differ from the market terms.

The planned performance:
2010 – PLN 15,000,000;
2011 – PLN 28,001,636.