ERBUD S.A.

Current Report No. 15/2011
Date of Report: 2011-05-09

Topic:

Signing of Annex No. 2 to the credit agreement with ING Bank Slaski SA

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 9 May 2011 it signed the Annex No. 2 to the loan agreement with ING Bank Slaski SA. By virtue of this Annex Erbud SA, Budlex Sp. z o. o. and PBDI SA (subsidiaries of the Issuer) may benefit from an overdraft and the financial guarantees line. The line value is PLN 80 million, of which the borrower may fall into debt under the negative balance to the amount of PLN 32 million and arrange the issue of financial guarantees to the amount resulting from the difference between PLN 80 m. and balance of the loan used.

Sublimits for individual borrowers are:
- Erbud SA - PLN 32 m,
- Budlex Sp. z o. o. - PLN 12 m,
-PBDI - PLN 5 m.

The total debt can not exceed PLN 32 million.

Within the financial guarantees limit, the individual borrower can request to issue a guarantee under sublimits:
- Erbud SA - the entire available sublimit,
- PBDI SA - guarantee to three years - 8 m, guarantees over three years - 3 m.

The agreement is secured by:
- assignment of receivables from Erbud SA contracts at 150% of the value of the line,
- security deposit of 10% of the guarantee value for guarantees over 2 years and 20% of the guarantee value in case of guarantees over 4 years,
- bail mortgage up to PLN 96 m. on real estate belonging to PBDI SA and located in Toruń.

The interest rate on the line was established on the market conditions.
By the Annex No. 2, ING Bank Slaski SA has increased the current limit from PLN 50 m. to PLN 80 m. and provided funding to the subsidiary PBDI SA.