ERBUD S.A.

Current Report No. 30/2011
Date of Report: 2011-07-05

Topic:

Concluding a significant construction contract - phase III of the Nowe Bielany residential complex in Warsaw.
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 5 July 2011 it signed a significant construction contract as follows:

1. Developer: Grupo Lar Estate Polonia Sp. o.o. based in 02-672 Warsaw at 37 Domaniewska St.
2. Contract value: PLN 26,480,000 plus the VAT due.
3. Contract subject: multifamily residential complex with services, underground garage, infrastructure and land development named "Nowe Bielany, phase III", located in Warsaw at streets Kasprowicza/Nocznickiego together with reconstruction of Kasprowicza St. and construction of parking area.
4. Duration of works: 16 months from the handing over of the; the expected date of commencement - July 2011, planned completion - October 2012.
5. Penalties: total value of penalties shall not exceed 10% of the contractual remuneration.

Other conditions of this agreement do not differ from the market terms.

Expected volume of works:
2011 – PLN 6,480,000
2012 – PLN 20,000,000.