ERBUD S.A.

Current Report No. 12/2012
Date of Report: 2012-03-09

Topic:

Signing of a significant construction contract - building office in Warsaw
Legal basis: Article 56 section 1 item 2 of the Act on Public Offering - current and periodic information

Content of report:

On 9.03.2012, ERBUD S.A. (the Issuer) entered into a construction contract under the following terms and conditions:

1. The Builder: DAKOTA Spółka z ograniczoną odpowiedzialnością Spółka, Grupa Capital Park seated in Warsaw, 11 Marynarska St.
2. Contract value: € 80,936,083.94 net. In the contract the parties agreed fixed clearing rate at 4.16 PLN/EUR. The contract value converted into PLN amounts to 336,694,109.19. The Issuer bears no exchange rate risk.
3. Contract subject: class A office building with underground garage, 16 floors.
4. Conditions precedent: written instruction to start the works made by the Builder at the latest by 30 June 2012.
5. Place of performance: Warszawa, ul. Al. Jerozolimskie
6. Duration of works: commencement - not later than the end of June 2012; completion: not later than 45 months from the instruction to start the works.
7. Payment terms - 30 days from the invoice date.
8. Penalties: in case of failure to meet deadlines for milestones and completion limited to 10% of the net contract value.
9. Other conditions of this contract do not differ from the market terms.