ERBUD S.A.

Current Report No. 29/2012
Date of Report: 2012-06-08

Topic:

Concluding a significant construction contract to build the "Galeria Solna" Shopping Centre
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 informs that on 6 June 2012 it entered into a significant contract to build the "Galeria Solna" Shopping Centre in Inowrocław under the following terms and conditions:

1. The Builder: ACE 1 Sp. z o.o. based in Kraków, 24 Bolesława Limanowskiego St.
2. Contract value: PLN 77,425,987 net plus VAT due.
3. Contract subject: construction of the "Galeria Solna" Shopping Centre in Inowrocław
4. Completion time: 11.06.2012 – 8.05.2013.
5. Guarantees:
   a. performance bond of 10% of the net contract value,
   b. defects remedying warranty amounted to 5% of the net contract value for 5 years for building and assembling works and 10 years for roofing.
6. Penalties: the aggregate amount of contractual penalties shall not exceed 10% of the net contract price.

Other conditions of this contract do not differ from those commonly used for such contract type.