ERBUD S.A.

Current Report No. 45/2012
Date of Report: 2012-10-19

Topic:

Concluding a significant construction contract
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 18.10.2012 it entered into a construction contract under the following terms and conditions:

1. The Builder: Dom Development S.A. seated in Warsaw, Pl. Piłsudskiego 3;
2. Contract value: PLN 34,491,750.00 plus the VAT due
3. Contract subject: ADRIA multi-family residential complex, Phase 3, with retail area, underground garage, including services and utilities, located in Warsaw.
4. Duration of works: 17 months from the site delivery; the commencement of work is scheduled for October this year and completion for April 2014.
5. Penalties: total value of the penalties may not exceed 10% of the contractual remuneration.

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

Expected value of works by years:
2012 – PLN 2,000,000
2013 – PLN 25,491,750
2014 – PLN 7,000,000.

ERBUD SA has completed the earlier phases of the ADRIA investment and cooperated with the Builder by the construction of two housing estates: WILNO and FORT BEMA.