ERBUD S.A.

Current Report No. 41/2013
Date of Report: 2013-10-09

Topic:

Signing of a significant contract valued at PLN 31.8m maximum for the construction of a residential building and underground garage in Wrocław within the project "Promenady Wrocławskie II".
Legal basis: Article 56 section 1 item 2 of the Act on Public Offering - current and periodic information

Content of report:

On 8 October 2013, the Issuer (ERBUD SA seated in Warsaw) signed a significant contract for construction works under the following terms and conditions:

1. Contract concluded on 08.10.2013.
2. The Investor: Promenady II VD Sp. z o.o.
3. Max. contract value: PLN 31,800,000 (of which bonus of PLN 200 thousand for obtaining occupancy permit four weeks prior to the date stipulated in the contract).
4. Contract subject: construction of a residential building with basement car park in Wrocław within the project "Promenady Wrocławskie II".
5. Location: Wrocław.
6. Completion period: 63 weeks to issue Final Acceptance Certificate from the date of receiving Instruction to proceed the commencement of works.
7. Payment terms: 30 days.
8. Performance Bond: Bank guarantee for the value of 10% of the contract price plus a security deposit of 5%.
9. Remedying Defects Warranty: Bank guarantee for the value of 5% of the contract price.
10. Penalties: the total sum of liquidated damages shall not exceed 15% of the contract price.

The company Promenady II VD Sp. z o.o. is a subsidiary of Vantage Development S.A.