ERBUD S.A.

Current Report No.52/2013
Date of Report: 2013-12-20

Topic:

Signing of a significant contract for construction works of PLN 133.7m – retail gallery and amusement park in Jelenia Góra
Legal basis: Article 56 section 1 item 2 of the Act on Public Offering - current and periodic information

Content of report:

The Issuer's Management Board informs that on 19 December 2013 ERBUD SA entered into a contract for execution of construction works on the terms and conditions specified bellow:

1. Contract concluded on 19.12.2013.
2. The Investor: Euro Mall Polska XXIII Sp. z o.o., Warszawa ul. Mszczonowska 2.
3. Contract value: The aggregate contract total is PLN 133,700,000 net, of which Stage 1 - PLN 123,700,000.00 (construction of the Nowy Rynek Gallery) and Stage 2 - PLN 10,000,000.00 (construction of cinema).
4. Contract subject: Construction of Nowy Rynek retail gallery and amusement park in Jelenia Góra.
5. Completion period: form 01.04.2014 to 15.10.2015.
6. Payment terms: 30 days.
7. Performance Bond: 10% of the net contract price in the form of a bank guarantee.
8. Remedying Defects Warranty: 5% of the net contract price in the form of a bank guarantee provided for 5 years from the Final Acceptance.
9. Penalties: the sum of liquidated damages shall not exceed 10% of the contract price.