ERBUD S.A.

Current Report No. 07/2014
Date of Report: 2014-02-24

Topic:

Concluding a significant contract for construction works with a maximum value of PLN 30.6m net - residential complex, incl. retail outlets and basement car park

Legal basis:

Article 56 section 1 item 2 of the Act on Public Offering - current and periodic information

Content of report:

On 24 February 2014, the Management Board of the Issuer was notified of the signing of a significant contract for construction works under the following terms and conditions:

1. Contract concluded on 21.02.2014
2. The Investor: Promenady II VD Sp. z o.o. seated in Wrocław
3. Contract value: PLN 30,600,816.84 net
4. Contract subject: construction of the complex of multi-family buildings with commercial area and basement car park - MU04
5. Site location: Wrocław
6. Completion period: 66 weeks from the issue of Instruction to Proceed Commencement of Works to the obtaining Occupancy Permit
7. Payment terms - 30 days
8. Performance Bond: 10% of the contract price, plus security deposit of 5%
9. Remedying Defects Warranty: Bank guarantee for 5% of the contract price
10. Penalties: the sum of liquidated damages shall not exceed 15% of the contract price.

Promenady II VD Sp. z o.o. is a subsidiary of Vantage Development S.A. The Project MU04 is the fourth one executed by ERBUD SA for the Vantage Development Holding.