ERBUD S.A.

Current Report No. 31/2014
Date of Report: 2014-07-24

Topic:

Signing of a significant contract for construction works with EDF Polska SA valued at PLN 60,8m – "Plant, construction, installation, start-up and commissioning of flue gas ducts at EDF Polska SA, Rybnik Power Station"

Legal basis:

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

Content of report:

On 24 July 2014, ERBUD SA ("Partner") in consortium with Energomontaż Północ Bełchatów Sp. z o.o. ("Leader") with its registered office in 97-427 Rogowiec, 2 Montażowa St. signed with EDF Polska SA with its registered office in 00-120 Warsaw, 59 Złota St. ("Builder") a contract for "Plant, construction, installation, start-up and commissioning of flue gas ducts at EDF Polska SA, Rybnik Power Station."

Total contract value: PLN 60,798,656 net.

Erbud SA works value: PLN 21,940,041.80 PLN net.

Scope of works of ERBUD SA: performance of a part of design; construction and installation works, supply and installation of support structures for flue gas ducts, participation in the start-up of the system.

Completion period: from 24/07/2014 (signing a contract) to 16/12/2015 (Issue of Final Commissioning Certificate).

Sum of liquidated damages: 20% of the total contract price.

Performance Bond: 15% of the net contract price provided for the period from the contract conclusion 21 May 2016.

Remedying Defects Warranty: 5% of the net contract price from 22 May 2016 to 21 May 2012.

Advance payment of 10%: after the delivery of advance repayment guarantee for 10% of the net contract price.

Warranty periods:
- 36 months from the date of Final Commissioning Certificate for the entire equipment
- 60 months from the date of Final Commissioning Certificate for construction works, including anti-rust treatment, coatings, chemical resistant coatings and paint coatings.