ERBUD S.A.

Current Report No. 10/2015
Report date: 2015-01-13

Topic:
Signing of a significant design and build contract by PBDI SA, a subsidiary of Erbud SA - Dąbrowice Wind Farm

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 (the “Issuer”) informs that Przedsiębiorstwo Budownictwa Drogowo-Inżynieryjnego S.A. from Toruń (the “Contractor”) - a subsidiary owned 94.27 per cent by the Issuer, concluded on 12 January 2015 with the Dąbrowice Wind Power Plant based 28-230 Połaniec, Zawada 26 (the “Builder”) - a company belonging to GDF Suez Energy Polska SA, a contract for preparing detail design and construction works: distribution substation, roads, foundations, assembly yards for wind power plants with installation of high and medium voltage cable lines, fibre-optic cable for the 36,2MW Dąbrowice Wind Farm as well as electrical works.

Total contract value: PLN 38,500,000 net (said: thirty-eight million five hundred thousand Zlotys).

The commissioning of the Dąbrowice Wind Farm will be by 31 December 2015, while the final settlement of the task by 31 March 2016.

Performance Bond: 10% of the net contract price in the form of a bank or insurance guarantee provided for the whole completion period + 30 days.

Remedying Defects Warranty: 5% of the net contract price, in the form of a bank or insurance guarantee provided for 36 months + 14 days from the date of issuance of the Final Acceptance Protocol.

Contractual penalty for the withdrawing from the execution of the Contract Subject by the Builder for reasons attributable to the Contractor - 10% of the net contract price.

Volume of works by periods: 2015 – PLN 38,5 million.

Other terms and conditions of this contract are at arm's length.