ERBUD S.A.

Current Report No. 25/2015
Date of Report: 2015-04-01

Topic:

Signing of an annex to the significant agreement for design, plant, construction and commissioning of building and power infrastructure for a wind farm in Banie and Kozielice

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) announces that on 31 March 2015 the Issuer signed with Wiatromil Sp. z o.o based in 80-307 Gdansk, 1A Abrahama St. (the Employer) an annex to the conditional contract dated 15.10.2014 for the design, plant, construction and commissioning of building and power infrastructure for a wind farm in the towns of of Banie i Kozielice in Poland, consisting of 96 wind turbines, three power stations and connections to the 220 kV transmission grid in Krajnik station. About concluding the above said contract the Issuer has informed in the Current Report No. 39/2014 of 16 October 2014.
The Issuer is a Partner of the Consortium (Contractor) formed together with PBDI SA seated in Toruń as a Consortium Leader - a subsidiary in which the Issuer owns 94.27% in share capital, and Electrum sp. z o.o. based in Białystok as a Consortium Partner.

The annex includes the following amends:

1) Reducing the scope of the project. The remaining scope is divided into three phases.

2) Reduction of the total contract value to PLN 157,200,000.00 (say: one hundred and fifty-seven million, two hundred thousand Zlotys) wherein:

- the value of the first phase is set at PLN 117,500,000.00 (say: one hundred and seventeen million, five hundred thousand Zlotys), of which the value of range to be executed by Electrum sp. z o.o. is 39,500,000.00 (say: thirty-nine million, five hundred thousand Zlotys);

- the value of the second phase is set at PLN 28,700,000.00 (say: twenty-eight million, seven hundred thousand Zlotys);

- the value of the third phase is set at PLN 11,000,000 (say: eleven million Zlotys).

The detailed range of works range in the phase II and III will be made prior to the Instruction to Proceed Commencement of these works. The value of works to be completed by Electrum Sp. z o.o is not more than 30 percent of the II and III stages together.

3) The Contractor has been instructed to start of the first phase works; the completion is scheduled for 30 April 2016.

4) The performance of phase II and III of the project will depend on the Employer's decision.

The original value of the contract amounted to PLN 250,740,540.13, of which the value of the work performed by the Consortium Partner Electrum Sp. z o.o. is PLN 136.558.300.00.

All other terms and conditions of the contract shall remain unchanged.