ERBUD S.A.

Current Report No.55/2015
Report date: 2015-09-03
Topic:

Signing of a significant contract for construction of Leroy Merlin DIY superstore valued at PLN 31,382 thousand

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 (Issuer) announces that on 2 September 2015, the Issuer entered into a contract for construction works on the following specified terms and conditions:

Below is information about the contract conditions:

1. Contract concluded on 2015.09.02
2. Investor: Leroy-Merlin Inwestycje Sp. z o.o., seated in Warszawa, 72 Targowa St. 72, zip code 03-734
3. Contract value: PLN 31,382,000 net
4. Contract subject: Leroy Merlin DIY superstore located in Wrocław on Graniczna St. for Leroy Merlin Inwestycje Sp. z o.o.
5. Site location: Wrocław, Graniczna St.
6. Completion period: 04.09.2015 - 29.04.2016
7. Payment terms: 30 days from receipt of valid invoice by the Investor; monthly payments by the percentage of completion of works
8. Performance Bond: Performance and advance repayment guarantees of 20% of the gross contract price
9. Remedying Defects Warranty: 10% of the gross contract price provided for 3 years, reduced to 5% for the remaining 2 years of the warranty period
10. Other guarantees: (---)
11. Liquidated damages for delay shall not exceed 10% of the contract price, the penalty for withdrawing due to the Contract's fault shall be 15% of the contract price

The contract value exceeds 10% of the equity of the Issuer.

Specific legal basis: Art. 5 sec. 1 point 3 of the Ordinance of the Minister of Finance dated 19 February 2009 on current and periodic information disclosed by issuers of securities and conditions for recognizing as equivalent information required by laws of a non-member state.