ERBUD S.A.

Current Report No.23 /2016
Report date: 2016-04-12

Topic:

Signing of a significant contract with a value of PLN 51,4m to build a large-area storage facility for materials in Piła; task 55105

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

Content of report:

Below is information about the contract conditions:

1. Contract concluded on 11-04-2016.
2. Investor: Wojskowy Zarząd Infrastruktury ul. Kościuszki 92/98, 61-732 Poznań.
3. Contract value: PLN 93,480,000 net, of which the Issuer: PLN 51,414,000 net.
4. Contract subject: Construction of a large-area storage facility “SKŁAD PIŁA” for different kind of materials; task 55105.
5. Site location: Piła, Powstańców Wielkopolskich Avenue.
6. Completion period: 12.04.2016 – 30.04.2017.
7. Payment terms: invoicing according to the progress of work, credit period: 30 days.
8. Performance Bond: 5% of the gross contract price in the form of insurance guarantee valid 15 days longer than the defects liability period.
9. Defects Liability Bond: 2.5% of the net contract price, provided for 3 years.
10. Other guarantees: 36 months of guarantee and 60 months of defects liability for the performed work, mounted devices and first delivery of the equipment, from the date of Final Acceptance, according to the specification.
11. Penalties do not vary from market conditions for this type of contract.
12. Note: The contract is carried out in consortium with P.W. EBUD-Przemysłówka Sp. o.o. Bydgoszcz, seated in Bydgoszcz at 11 Biskupińska St., as consortium member, which will have a 45 per cent share in the contract.