ERBUD S.A.

Current Report No.28/2016
Report date: 2016-04-28

Topic:
Signing of a significant contract worth PLN 38,5m for the construction of residential complex – building in Kraków at Wandy St./ Podgórska St.

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") hereby informs that on 27 April 2016 Erbud signed a contract with Green Link spółka z ograniczoną odpowiedzialnością spółka komandytowa with its registered office in Warsaw (the "Builder") for the builder's finish construction of a multifamily residential building with retail area, multi-bay underground garage and on-grade car park, including site development, underground and overground facilities, access road, sidewalks, vehicle entrance, lighting, mains and services (water supply and sewage).

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

Completion period: from 28-04-2016 to 31-12-2017.

Performance Bond: 10% of the net contract price in the form of a bank or insurance guarantee valid to 31- 01-2018.

Defects Liability Bond: 5% of the net contract price in the form of a bank or insurance guarantee provided for the period form 28-04-2016 to 31-12-2017.

The sum of liquidated damages shall not exceed 10% of the contract price.

Other commercial terms of the contract do not vary from market conditions governing the completion of such projects.

Criterion: value of the contract exceeds 10% of the equity of the Issuer.

Specific legal basis:
Art. 5 sec. 1 point 3 of the Regulation 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.