ERBUD S.A.

Current Report No.57/2016
Report date: 2016-08-04

Topic:

Signing of a significant contract for construction works with a value of PLN 32.2m – Apartment building in the Residential Complex named “Apartamenty Włodarzewska 30”, incl. underground car park, retail premises on the ground level and required infrastructure with transformer station

Legal basis:
Article 17 section 1 of the MAR – confidential information

Content of report:

Below please find information about the contract terms and conditions:

1. Contract concluded on 2016.08.04.
2. The Investor: Dom Development S.A., headquartered in 00-078 Warsaw, 3 Piłsudski Sq.
3. Contract value: PLN 32,175,000.
4. Contract subject: “Residential Complex” – construction of a multifamily residential building named “Apartamenty Włodarzewska 30” with underground car park and retail area on the ground floor, incl. required infrastructure with transformer station.
5. Site location: Warsaw, Sadurak St.
6. Completion period: 2016.08.06 – 2018.05.15.
7. Payment terms: 60 days from the delivery of a valid invoice to the Investor.
8. Performance Bond: Bank guarantee amounting to 5% of the net Contract Price granted for 90 days after the date of Completion of Works, and payment to Dom Development of an amount equal to 5% (five percent) of the net value of each of valid invoices issued and delivered to Dom Development due to the establishment of the Guarantee Fund.
9. Defects Liability Bond: 50% of the Guarantee Fund, of which 70% for a period of 72 months and 30% for 60 months from the date of signing the Final Acceptance Certificate.
10. Other guarantees: The Contractor shall provide the Investor a guarantee of quality for a period of 72 months, and equipment warranty for the period identical to that covering by the manufacturer but for not less than 36 months.
11. Penalties do not vary from market standards commonly used for this type of contract. The sum of liquidated damages shall not exceed 10% of the Contract Price.