ERBUD S.A.

Current Report No.73/2016
Report date: 2016-10-19

Topic:

Signing of a significant contract for construction works with a value of PLN 168,024,634.15 net by a consortium consisting of ERBUD SA, STRABAG Sp. z o.o., STRABAG AG und Ed. Züblin AG to build the Southern Hospital – share of the Issuer is PLN 84,012,317.07 net.

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

Content of report:

The Management Board of Erbud SA (the "Issuer") informs that on 18 October 2016 it signed as a consortium member a significant contract for construction works under the following terms and conditions:

1. Contract No. 51/DZP-2/2016 concluded on 18.10.2016.
2. The Investor: Miasto Stołeczne Warszawa seated 00-950 Warszawa, Pl. Bankowy 3/5, NIP:525-22-48-481, represented by Stołeczny Zarząd Rozbudowy Miasta seated 00-099 Warszawa, ul. Senatorska 29/31.
3. Contract value: PLN 168,024,634.15 net; of which the ERBUD S.A. share amounted to PLN 84,012,317.07 net.
4. Contract subject: Construction of Southern Hospital. The subject of the agreement includes, in particular: redesign of project and bid documents; demolition, construction, finishing and MEP works; site development; architect's on-site services.
5. Site location: Warszawa, Pileckiego St., corner of I. Gandhi St.
6. Completion period: 18.10.2016 - 15.09.2018.
7. Payment terms - invoicing once a month; for design works in two parts; credit period of 30 days.
8. Performance Bond: PLN 20,595,000 i.e. 10% of the Gross Contract Price; guarantee valid until 15.10.2018.
9. Defects Liability Bond: PLN 6,178,500; guarantee valid from 10.16.2018 to 31.10.2023.
10. Other guarantees: none.
11. Penalties: 0.3% of the Gross Contract Price for each day of delay; 20% of the Gross Contract Price in case of the withdrawal from the contract; the sum of liquidated damages for any Party shall not exceed 20% of the Gross Contract Price.
12. Note: The contractor is a consortium of:

    ERBUD Spółka Akcyjna - Consortium Leader
    ul. Klimczaka 1, 02-797 Warszawa;

    STRABAG Sp. z o.o. - Consortium Partner
    ul. Parzniewska 10, 05-800 Pruszków;

    STRABAG AG - Consortium Partner
    Ortenburgerstrasse Nr 27, 9800 Spittal an der Drau;

    Ed. Zueblin AG - Consortium Partner
    Stuttgart D-70567, Albstadtweg 3.