ERBUD S.A.

Current Report No.28/2017
Report date: 2017-06-22

Topic:

Entering into a significant contract for construction works worth PLN 48.97m - Construction of two buildings numbered A and B forming a leisure complex called "Lake Hill Resort & Spa"

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

Content of report:

The Management Board of Erbud SA (the “Issuer”) informs that a significant contract was signed on the following terms and conditions:

1. Contract concluded on 22.06.2017.
2. Investor: Lake Hill spółka z ograniczoną odpowiedzialnością spółka komandytowa seated 00-124 Warsaw, 12 Al. Jana Pawła II, entered in the Register of Business Companies kept by the District Court for the Capital City of Warsaw, XII Commercial Division of the National Court Register; KRS 0000651524; REGON 366037258; NIP: 5252687387.
3. Contract value: PLN 48,973,087.
4. Contract subject: Construction of two buildings numbered A and B forming a leisure complex called "Lake Hill Resort & Spa".
5. Site location: 58-564 Sosnówka, Tyrolska St., community of Podgórzyn.
6. Completion period: For building A - 31.07.2018; for building B according to the construction schedule.
7. Payment terms - credit period of 30 days.
8. Performance Bond: 5% of the Contract price.
9. Defects Liability Bond: Insurance guarantee of 2.5% of the Contract price, valid for a 5 years warranty period.
10. Other guarantees: None.
11. Penalties: 0.02% of the remuneration for each day of delay in completing Works; 5% of the remuneration in case of the withdrawal from the Contract. An upper limit on all contractual penalties shall not exceed 10% of the remuneration.