ERBUD S.A.

Current Report No. 37/2017
Report date: 2017-07-27

Topic:

Concluding a significant contract worth PLN 148,3 million for the construction of three phases of a housing development in Białołęka

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

Content of report:

The Management Board of Erbud SA with its registered office in Warsaw (the "Issuer") informs that on 27 July 2017, a contract was signed to perform as General Contractor a three-phase residential project in the Białołęka, a district of Warsaw.

Dom Development S.A. headquartered in Warsaw is the Investor and Party to the contract.

The net remuneration of Erbud S.A. for the completion of the said project amounts to PLN 148,335,480.50 (say: one hundred forty eight million three hundred thirty five thousand four hundred eighty Zlotys and fifty Groszy) plus VAT due.

Construction of 843 dwellings and one commercial unit will commence in the third quarter of 2017.

The completion of works is planned for the fourth quarter of 2019.

An upper limit on all contractual penalties shall not exceed 10% (ten percent) of the remuneration for works under the contract.

The Investor shall have the right to claim damages in excess of stipulated contractual penalties

The provisions of the contract do not differ from the standards commonly used for this type of contract.