ERBUD S.A.

Current Report No. 50/2017
Report date: 2017-04-27

Topic:

Signing of a significant contract for construction works with a value of EUR 9,620,978.80 (PLN 41,197,031.22) by Erbud's subsidiary GWI GmbH

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

Content of report:

The Management Board of Erbud SA (the "Issuer") informs that on 27 September 2017 it received information about signing a contract for construction works of significant value by the Issuer's subsidiary GWI GmbH under the following terms and conditions:

1. Contract subject: Construction of an office building named Kö-Quartier Development Düsseldorf, including shall and core and roof framework.
2. Contract concluded on 26 September 2017.
3. Parties to the contract:
   a. Customer: KQ Development S.C.S, 35F, AVENUE J.F. KENNEDY, 1855 LUXEMBOURG;
   b. Contractor: GWI Bauunternehmung GmbH, Hansaallee 247 b, 40549 Düsseldorf.
4. Contract value: EUR 9,620,978.80 net, what after conversion at the exchange rate as of 26.09.2017 gives PLN 41,197,031.22 (FX: Table 186/A/NBP/2017 of 26.09.2017 - 4.2820).
5. Completion period: 26.09.2017 - 15.10.2018.
6. Penalties: for non-compliance with the Time for Completion and Milestones: 0.1% of the net value of the Final Payment Certificate for each day of delay, but in total of not more than 5% of the net Final Payment Certificate.
7. Guarantees:
   a) Defects Liability Bond - 5% of the net value of the Final Payment Certificate for 5 years; and 10 years for the roof and foundations;
   b) Performance Bond - 10% of the net contract value;
   c) Advance Payment Guarantee for an advance payment of EUR 962,087.88 made by the customer.

The Issuer owns 85% of the share capital of GWI GmbH and holds 85% of votes at an Annual General Meeting.