ERBUD S.A.

Current Report No.12/2018
Report date: 2018-03-16

Topic:

Conclusion by Erbud S.A. ("Issuer") with the Medical University of Gdańsk of a contract worth PLN 152.46 million for the construction as general contractor of Building "A" being part of the Non-invasive Medicine Centre locate in Gdańsk on Smoluchowskiego Street, corner Dębinki Street, including the construction of a link building to the Invasive Medicine Centre, technical infrastructure, mains and services, land development, demolition works and supply of permanently connected medical equipment.

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

Content of report:

The Management Board of ERBUD SA (the "Issuer") informs that on 16 March 2018 it concluded a contract with the Medical University of Gdańsk (the "Customer") to perform the project on the following terms and conditions:

1. Contract date: 2018.03.16.
2. Investor: Gdański Uniwersytet Medyczny, 80-210 Gdańsk, 3a M.Skłodowskiej-Curie Street.
3. Contract value: PLN 152,457,714.96 net.
4. Contract subject: Construction as general contractor of Building "A" being part of the Non-invasive Medicine Centre locate in Gdańsk on Smoluchowskiego Street, corner /Dębinki Street, including the construction of a link building to the Invasive Medicine Centre, technical infrastructure, mains and services, land development, demolition works and supply of permanently connected medical equipment
5. Site location: Gdańsk; Smoluchowskiego Street, corner of Dębinki Street.
6. Completion period:
    a) Handing over of the construction site within 7 working days from the receipt by the Contractor from the Customer of the notice of readiness to handover the site; the Customer will notify the Contractor about the readiness to handover the site in the fourth quarter of 2018;
    b) Commencement of Works within 7 working days from the date of handing over the construction site;
    c) Completion of Works within 25 months from the date of handing over the construction site.
7. Payment terms: Invoicing according to the progress of Works; credit period of 30 days.
8. Performance Bond: 5% of the gross Contract Value in the form of an insurance guarantee for the period of carrying out works.
9. Defects Liability Bond: 3% of the gross Contract Value, provided for 5 years from the Final Acceptance Certificate.
10. Other guarantees:
    a) for Construction Works - 8 years from the date of Completion of Works;
    b) for Equipment and Control Systems - 3 years from the date of Completion of Works.
11. Penalties: Do not vary from standards commonly used for this type of contract. The total sum of contractual penalties cannot exceed 10% of the net Contract Value.