ERBUD S.A.

Current Report No. 23/2018
Report date: 2018-05-16

Topic:

Signing of a significant contract for construction works worth PLN 29.2 million (EUR 6.8 million) by the Issuer's subsidiary GWI Bauunternehmung GmbH

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

Content of report:

The Issuer's Management Board informs that on 27 April 2017 that today it received information that a subsidiary of ERBBU S.A. - GWI GmbH with its registered office in Düsseldorf entered into a contract to perform construction works on the following terms and conditions:

1. Scope of Works: Construction of a complex consisting of residential building, office building, underground garage and kindergarten.
2. Contract date: 15 May 2018.
3. Parties to the contract:
    a. Customer: Wilma DW GmbH , Pempelfurtstr. 1, 40880 Ratingen;
    b. Contractor: GWI Bauunternehmung GmbH.
4. Contract value: EUR 6,812,000 which, translated at the exchange rate of the National Bank of Poland as at 15 May 2018, gives PLN 29,171,028.
5. Completion period: 05.2018 - 02.2019.
6. Penalties: for non-compliance with the deadline for completion and milestones - 0. 2% of the net value of work remaining to be performed for each day of delay; however not more than 5% of the contract net value.
7. Defects Liability Bond: 5% of the net contract value for 5 years and 2 months.

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