ERBUD S.A.

Current Report No.32/2018
Report date: 2018-06-04

Topic:

Conclusion of a PLN 90.8 million building contract - construction of an office building, incl. other supporting facilities and structures, link building to the distribution centre, on-site infrastructure (mains, services and roads), structural landscaping, greenery and other land development works for the Phase III of the project "Construction of the distribution centre and NEUCA new headquarters on Forteczna Street in Toruń".

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

Content of report:

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

1. Contract data: 2018-06-04.
2. Investor: Martinique Investment Sp. z o.o.; 87-100 Toruń, 29 Sienkiewicza Street.
3. Net contract value: PLN 90.797.000.
4. Contract subject: Construction as general contractor of an office building, incl. other supporting facilities and structures, link building to the distribution centre, on-site infrastructure (mains, services and roads), structural landscaping, greenery and other land development works for the Phase III of the project "Construction of the distribution centre and NEUCA new headquarters on Forteczna Street in Toruń".
5. Site location: Toruń, Forteczna Street.
6. Completion period:
    a) Commencement of Work on the date of signing the contract;
    b) Completion of Work until 23.12.2019.
7. Payment terms - Invoicing according to the work progress, once a month; credit period of 30 days.
8. Performance Bond: 10% of the Net Contract Price in the form of a bank guarantee.
9. Defects Liability Bond: 5% of the Net Contract Price in the form of a bank guarantee.
10. Other guarantees: in line with market standards; basic warranty for 3 years.
11. Penalties: do not vary from standards commonly used for this type of contract.
    The aggregate amount of contractual penalties may not exceed 10% of the net Contract Price.
12. Comments: The contract provides for the payment of an advance of PLN 10,000,000.00 add VAT. The agreement concerns the construction of a new office building and a seat for the Neuca Group.