ERBUD S.A.

Current Report No. 52/2018
Report date: 2018-08-23

Topic:

Conclusion of a construction contract worth PLN 31.6 million to develop the provincial road No. 209 from Suchorze to Bytów, section III.2: Borzytuchom – Bytów.

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

Content of report:

The Management Board of Erbud SA (the "Issuer") informs that on 23 August 2018 PBDI S.A. with its registered office in Toruń (a subsidiary of the Issuer) signed a construction contract under the following terms and conditions.

1. Contract date: 23 August 2018.
2. Customer: Województwo Pomorskie; 88-810 Gdańsk, 21/27 Okopowa Street.
3. Net contract value: PLN 31,613,731.39.
4. Contract subject: Development of the provincial road No. 209 from Suchorze to Bytów, section III.2: Borzytuchom - Bytów. (from 53 + 264 km to 61 + 262 km; length 7 998 km),
5. Completion period: deadline on 22 September 2019.
6. Payment terms: monthly invoicing payable within 30 days.
7. Performance Bond: 10% of gross remuneration, i.e. PLN 3,888,488.96 in the form of a bank or insurance guarantee valid until 11 October 2019.
8. Defects Liability Bond: 3% of gross remuneration, i.e. PLN 1,166,546.69 in the form of a bank or insurance guarantee provided for the period from 12 October 2019 to 25 September 2027.
9. Other guarantees: None.
10. Penalties: for delay in delivery of works - 0.01% of net remuneration for each day of delay; for withdrawal from the contract for reasons attributable to the Contractor - 10% of net remuneration.