ERBUD S.A.

Current Report No. 54/2018
Report date: 2018-08-28

Topic:

Signing of a significant building contract with a value of PLN 195.5 million – construction of the LIDL STARGARD Distribution Centre.

Legal basis:

Article 17(1) of the MAR – confidential information

Content of report:

The Management Board of Erbud SA (the "Issuer") informs that today it concluded a construction contract on the following terms and conditions:

1. Contract date: 28.08.2108.
2. Customer: LIDL Sp. z o. o Sp. komandytowa, Jankowice, 62-080 Tarnowo Podgórne, 48 Poznańska Street.
3. Contract value: PLN 195,478,559 net.
4. Contract subject: Construction of the LIDL STARGARD Distribution Centre in Stargard on Metalowa Street.
5. Site location: Stargard, Metalowa Street.
6. Completion period:
   - Beginning: delivery of the construction site;
   - Obtaining a temporary occupancy permit: 30.08.2019.
7. Payment terms: Invoicing once a month according to the progress of work; credit period of 30 days.
8. Performance Bond: 5% of net remuneration in the form of a bank guarantee.
9. Defects Liability Bond: 5% of net remuneration in the form of a bank guarantee.
10. Other guarantees: Do not vary from market standards; basic warranty - 5 years
11. Penalties: Do not vary from market standards commonly used for this type of contract. The total amount of contractual penalties cannot exceed 15% of the remuneration.