ERBUD S.A.

Current Report No. 28/2019
Report date: 2019-05-15

Topic:

Concluding significant contracts by GWI GmbH, a subsidiary of ERBUD S.A., worth EUR 14,803 thousand (PLN 63.842 thousand) for the construction of a complex for seniors located in Düren, Neue Jülicher Straße 52.

Legal basis:

Article 17(1) of the MAR – confidential information

Content of report:

The Management Board of Erbud SA (the "Issuer") informs that On 15 May 2019, the Issuer's subsidiary GWI GMbH signed two contracts for various scopes of construction works with PflegeQuartier Düren GmbH regarding the same facility, and namely a complex for seniors located 52353 Düren, Neue Jülicher Straße 52. GWI GmbH holds a 51% stake in PflegeQuartier Düren GmbH.

The contracts have been signed under the terms and conditions set out below.

1st contract

1. Contract subject: Shell and core finish of the complex for seniors; 52353 Düren, Neue Jülicher Straße 52.
2. Contract date: 15.05.2019.
3. Parties to the contract:
   a) Customer: PflegeQuartier Düren GmbH, Hansaallee 247 b, 40549 Düsseldorf;
   b) Contractor: GWI Bauunternehmung GmbH, Hansaallee 247 b, 40549 Düsseldorf.
4. Contract value: EUR 6,706,499.68 net add applicable VAT (=PLN 28,923,791.82).
5. Completion period: 16.05.2019 – 31.12.2019.
6. Penalties: for non-compliance with the scheduled time limits: 0.2% of the net contract value for each day of delay (6 days a week) but not more than a total of 5% of the net contract value.
7. Guarantees:
   a) Defects Liability Bond: 5% of the Final Payment Certificate (gross value) provided for 5 years and 10 years for façade, roof and insulation work.

2nd contract

1. Contract subject: Finishing works, mechanical and plumbing works - complex for seniors; 52353 Düren, Neue Jülicher Straße 52.
2. Contract date: 15.05.2019.
3. Parties to the contract:
   a) Customer: PflegeQuartier Düren GmbH, Hansaallee 247 b, 40549 Düsseldorf;
   b) Contractor: GWI Bauunternehmung GmbH, Hansaallee 247 b, 40549 Düsseldorf.
4. Contract value: EUR 8,096,468.43 net add applicable VAT (=PLN 34,918,449.04).
5. Completion period: 01.01.2020 – 31.05.2020.
6. Penalties: for non-compliance with the scheduled time limits: 0.2% of the net contract value for each day of delay (6 days a week) but not more than a total of 5% of the net contract value.
7. Guarantees:
   a) Defects Liability Bond: 5% of the Final Payment Certificate (gross value) provided for 5 years

ERBUD S.A. owns 97.86% of the share capital of GWI GmbH.