22/01/2020 Current Report No. 4/2020 (03:16 p.m.)

Topic:
Signing of a significant agreement of the value of PLN 37.9 million for construction works: construction: multi-family residential building with an underground garage and ground floor services – "Dom Mehoffera"

Legal basis:
Article 17(1) MAR - confidential information.

Content of the Report:
The Management Board of Erbud S.A. (Issuer/Company) informs that on 22 January 2020 an Agreement for construction works was signed under the following terms:

1. Contract conclusion date: 22.01.2020
2. Investor (exact name and registered office): YIT Development Sp. z o.o. ul. Twarda 18 00-150 Warsaw
3. Contract value: PLN 37,960,000.00 (basic amount) + PLN 877,005.00 (temporary amount) (net)
4. Subject of the contract: Dom Mehoffera – multi-family residential building with an underground garage and ground floor services
5. Place of contract performance: Mehoffera St., Warsaw
6. Deadlines for completion: 18 months from the hand-over of the construction site
7. Payment terms: 30 days after delivery of a correctly issued invoice to the Investor
8. Performance bond (value, term): bank guarantee with the value of 10% of the net remuneration, valid at least 45 days after the date of completion of the subject of the Agreement.
9. Warranty for repair of defects and faults (value, term): bank guarantee with the value of 5% of the net remuneration, valid for 5 year from signing of the Final Acceptance Protocol by the Employer
10. Penalties: Penalties do not differ from market conditions for this type of agreements. Limit of contractual penalties for any reason whatsoever 10% of the Remuneration value.
11. Remarks: Construction performed by the Warsaw Branch