20/03/2020 Current Report No. 14/2020 (01:12 p.m.)

Topic:
Signing of a significant agreement of the value of net PLN 37.2 million for construction of a multi-family residential building with services on the ground floor and an underground garage, located on the real property in Bydgoszcz, 5 Garbary Street.

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

Content of the Report:
The Management Board of Erbud S.A. (Issuer) informs that on 20 March 2020 an Agreement for construction works was signed under the following terms:

1. Contract conclusion date: 20.03.2020
2. Investor (exact name and registered office): "COLIAN DEVELOPER Sp. z o.o. Sp. komandytowa ul. Majkowska 32 62-800 Kalisz"
3. Contract value (PLN, net) 37,200,000.00
4. Subject of the contract: construction of a multi-family residential building with services on the ground floor and an underground garage, located on the real property in Bydgoszcz, 5 Garbary Street
5. Place of contract performance: Bydgoszcz, 5 Garbary Street
6. Deadlines for completion:
   a) taking over of the construction site - up to 3 months from signing of the Agreement,
   b) obtaining the occupancy permit for the entire building - 102 weeks from the date of delivery of the Construction Site to the Contractor ".
7. Payment terms: Invoicing according to the progress, once a month at the end of the month, payment term 30 days
8. Performance bond (value, term): 8% of the contract value in the form of a bank guarantee for the contract execution period
9. Warranty for the repair of defects and faults (value of the term): 6% of the value of the contract in the form of a bank guarantee for the contract execution period
10. Other guarantees (type of guarantee, value, duration): 5.5 years quality guarantee
11. Penalties: Penalties do not differ from market conditions for this type of agreements. The total amount of contractual penalties may not exceed 15% of the gross remuneration of the Agreement.
12. Remarks: Construction performed by the Torun Branch