29/04/2020 Current Report No. 19/2020 (04:30 p.m.)

Topic:
Receipt – by the subsidiary of ERBUD S.A. (Issuer) – Erbud Operations Sp. z o.o. of the letter of the Investor – Medical University in of Łódź on the Investor's withdrawal from the Construction Agreement.

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

Content of the Report:
Referring to the Current Report No. 55/2019 of 4 November 2019, the Issuer's Management Board informs that on 29 April 2020, the Issuer's subsidiary - Erbud Operations Sp. z o.o. received a letter from the Medical University of Łódź containing a statement of withdrawal from the ZP/70/2019 agreement signed on 4 November 2019.
After the commencement of the repair works, defects in significant construction elements were revealed. It was unacceptable to continue the works without strengthening the ceilings. Such a situation would have resulted in a significant increase in investment costs on the part of the Employer. In view of the above, the Employer has decided that the continuation of the investment - renovation of Student Dormitory No. III is neither advisable nor in the public interest.