ERBUD S.A.

Current Report No.36/2017
Report date: 2017-07-21

Topic:

Concluding a construction contract - Comprehensive power engineering and construction works required to build the Photovoltaic Power Plants: Mierki I, Mierki II, Mierki III, Mierki IV, Mierki V, Mierki VI, Dobrcz I, Dobrcz II, Dobrcz III, Dobrcz VI.

Legal basis:
Article 17(1) of the MAR – confidential information

Content of report:

The Management Board of Erbud SA (the “Issuer”) hereby informs that on 21 July 21 2017 the Przedsiębiorstwo Budownictwa Drogowo-Inżynieryjnego S.A. from Toruń (the “Contractor”) - a 90% subsidiary of the Issuer, concluded with Chatteris Investements Sp. z o.o. headquartered in Warsaw, 11a Warecka Street (the “Customer”) a contract for power engineering and construction works required to build the Photovoltaic Power Plants: Mierki I, Mierki II, Mierki III, Mierki IV, Mierki V, Mierki VI, Dobrcz I, Dobrcz II, Dobrcz III, Dobrcz VI, under the following terms and conditions:

1. Contract concluded on 21.07.2017.
2. Customer: Chatteris Investements Sp. z o.o., 00-034 Warsaw, 11a Warecka Street.
3. Contract value: PLN 28,903,117.02 net.
4. Contract subject: Comprehensive power engineering and construction works required to build the Photovoltaic Power Plants: Mierki I, Mierki II, Mierki III, Mierki IV, Mierki V, Mierki VI, Dobrcz I, Dobrcz II, Dobrcz III, Dobrcz VI.
5. Completion deadline: 16.02.2018.
6. Payment terms: Invoicing according to the progress of Works; credit period: 30 days.
7. Performance Bond: Bank or insurance guarantee amounting to 10% of the Net Contract Price valid for the period of completion.
8. Defects Liability Bond: Bank or insurance guarantee amounting 5% of the Net Contract Price valid for 60 months from the date of signing of the Final Acceptance Certificate.
9. Penalties: in the event of failure to meet the contractual deadline due to the Contractor's fault - 0.1% of the Net Contract Price for each commenced day of delay.