

# ERBUD S.A.

*Current Report No. 33/2017*

*Report date: 2017-07-12*

*Topic:*

Signing of a significant contract for road-engineering works at the LIBERO Shopping Centre in Katowice with a value of PLN 38.9 million.

*Legal basis:*

Article 17(1) of the MAR – confidential information

*Content of report:*

The Management Board of Erbud SA (the "Issuer") informs that on 12 July 2017, Przedsiębiorstwo Budownictwa Drogowo-Inżynieryjnego S.A. from Toruń (the "Contractor") which is a 90% owned subsidiary of the Issuer, entered with Galeria Libero-Projekt Echo-120 spółka z ograniczoną odpowiedzialnością seated in Kielce, 36 Solidarności Av., (the "Customer") into a contract for roadworks and engineering works (network construction works) at the LIBERO Shopping Centre in Katowice under the following terms and conditions:

1. Contract concluded on 7 July 2017.
2. Customer: Galeria Libero - Projekt Echo - 120 spółka z ograniczoną odpowiedzialnością seated in Kielce, 36 Solidarności Av.
3. Net contract value: PLN 38,899,586.88 (in words: thirty-eight million eight hundred ninety-nine thousand five hundred eighty-six Zlotys and eighty-eight).
4. Contract subject: Reconstruction of roads near the intersection of Streets: Kościuszki, Kolejowa, Gen. Zygmunta Waltera Jankego and Rzepakowa in Katowice.
5. Completion period: till 30 June 2018.
6. Payment terms: Invoicing for completed works in accordance with the Detailed Progress and Payment Schedule; invoices payable within 30 days.
7. Performance Bond: 3% of the Contract Remuneration– possibility of providing a bank or insurance guarantee valid until 30.07.2018; additionally, a retention of 2.5% of the net invoiced remuneration retained in the form of deductions from the last invoice.
8. Defects Liability Bond: 3% of the Contract Remuneration, possibility of providing a bank or insurance guarantee valid for five years from the signing of the Final Acceptance Certificate.
9. Penalties: 0.1% of net Remuneration for each day of delay in case of exceeding the deadline, 5% of the net Remuneration in case of the withdrawal. The sum of contractual penalties shall not exceed 10% of net Remuneration.