

Current Report No. **12/2017**

Report Date:

29 March 2017, 4:56 PM

Abbreviated name of the issuer:

DOM DEVELOPMENT S.A.

Subject:

Execution of material agreements with a general contractor

Legal basis:

Article 17.1 of the Market Abuse Regulation – inside information

The Report:

The Management Board of Dom Development S.A. with its registered office in Warsaw (the “Company”) hereby announces that on 29 March 2017 two general contracting agreements for residential projects at Cybernetyki street in Warsaw (“Agreement I”) and Jan Pohoskiego street in Warsaw (“Agreement II”) were entered into by the Company and Unibep Spółka Akcyjna with its registered office Bielsko Podlaskie.

The subject matter of Agreement I is the construction of a complex of multifamily residential buildings with services and underground garages, and site landscaping and any necessary infrastructure, systems and facilities. 621 flats and 12 retail units will be built under the said contract (Project I).

The net fee to be paid to Unibep S.A for the delivery of the subject matter of Agreement I is PLN 120,730,753.80 (in words: one hundred and twenty million, seven hundred and thirty thousand, seven hundred and fifty-three Polish zloty and eighty groszy) plus applicable VAT.

The start date for Project I is scheduled to be in Q1 2017. Phase I and Phase II are to be completed in Q3 2018, and phase III is to be completed in Q2 2019.

The total for the liquidated damages under Contract I may not exceed 10% (ten percent) of the contract net fee. The Company has the right to seek damages in excess of the stipulated liquidated damages.

The subject matter of Contract II is the development of a multifamily residential building with underground garage, and site landscaping and any necessary infrastructure. 190 flats will be built under the said contract (Project II).

The net fee to be paid to Unibep S.A for the delivery of the subject matter of Agreement II is PLN 45,522,680.00 (in words: forty-five million, five hundred and twenty-two thousand, six hundred and eighty Polish zloty) plus applicable VAT.

The start date for Project II is scheduled to be in Q2 2017, and the completion date is in Q4 2018.

The total for the liquidated damages under Contract II may not exceed 10% (ten percent) of the contract net fee. The Company has the right to seek damages in excess of the stipulated liquidated damages.

The provisions of the agreements do not differ from standards commonly used in such agreements.

The conclusion of these agreements has been qualified by the Management Board as confidential information due to their significant value in relation to the scale of the Company.

Signatures of persons representing the Company:

Janusz Zalewski – Vice President of the Management Board

Małgorzata Kolarska – Vice President of the Management Board