From: Fitchie, Andrew [Andrew.Fitchie@dlapiper.com]

**Sent:** 18 December 2009 10:26

To: Anthony Rush

Cc: Steven Bell; Dennis Murray
Subject: RE: Changes - Fit for Purpose

Attachments: 27589270\_1\_UKMATTERS(Advice on key questions -Steven Belll).DOC

## Legally privileged and FOISA Exempt

Tony

As asked

Please note that the section on Misalignment requires more work. This subject is complex and in essence involves argument over the contractual (ie entitlements) and practical effect over a post-contract signature exercise to deal with identified mismatches between SDS Provider Design (immediately prior to contract signature) and Infraco Proposals.

The draft Report is still raw and I am finishing this over the week end.

kind regards

Andrew Fitchie
Partner, Finance & Projects

DLA Piper Scotland LLP T:

M: F: -

A Please consider the environment before printing my email

From: Anthony Rush [mailto:rush\_aj@@

**Sent:** 18 December 2009 09:41

To: Fitchie, Andrew

Subject: RE: Changes - Fit for Purpose

No Rush

Telephone 01505 612093 Mobile 07831 442894

Replies will also be received on my blackberry

This message is confidential and may contain privileged information. If you are not the addressee (or responsible for delivery of the message to the addressee) any disclosure, reproduction, copying, distribution or use of this communication is strictly prohibited. If you have received this email in error, please notify the sender immediately and then delete it. No liability is accepted for any harm that may be caused to your systems or data by this message or attachments. It is your responsibility to scan for viruses.

**From:** Fitchie, Andrew [mailto:Andrew.Fitchie@dlapiper.com]

**Sent:** 18 December 2009 09:39

To: rush\_aj@

Subject: Re: Changes - Fit for Purpose

Tony

Copy will follow when I reach desk this morning.

I will revert on your points.

Kind regards Andrew Fitchie Partner DLA Piper Scotland LLP T: M:

From: Anthony Rush < rush\_aj@data\_\_\_\_\_\_

To: Fitchie, Andrew

Cc: 'Steven Bell' <Steven.Bell@tie.ltd.uk>; Dennis.Murray@tie.ltd.uk <Dennis.Murray@tie.ltd.uk>;

Richard.Jeffrey@tie.ltd.uk < Richard.Jeffrey@tie.ltd.uk >

**Sent**: Fri Dec 18 09:11:51 2009 **Subject**: Changes - Fit for Purpose

Andrew

I met up with Steven and Dennis yesterday and they gave me a copy of your latest "Report on Four Key Questions" – would you please be so kind as to let me have an ecopy?

When you and I met we discussed the natural meaning of "design principle, shape, form and/or specification". I am not fully aware of how the parties have acted yet, but I am minded that the natural meaning is very broad – <u>de facto</u> giving a meaning to "competency". I am working from the accepted principle that the "designer" is obliged to design a "fit for purpose" solution. Moreover, TIE can only "change" its "Requirements" - changes to drawings and the design being the responsibility of SDS (before novation) and Infraco (after novation).

The question I have in mind is whether the BDDI adequately defined a fit for purpose solution and if not were SDS obliged to in the knowledge that TIE was relying on it being the case. Moreover, to what extent should Infraco have "covered the deficiencies" in design in their price. In normal circumstances a D&B Contractor takes on the liability of deficiencies in the pre-tender design and is left to recover <u>his</u> losses (not the Employer's) from the novated designer. To what extent does 3.4.1.1 change that?

I am also hearing that Infraco have refused to carry out work until the revised price is agreed. It seems to me that pursuant to Clause 80.15 (subject to the limitations in 80.12) they can instruct Infraco to carry on. Admittedly, TIE would have to adopt a disputed change on a without prejudice basis, but I am not certain that this would have negative consequences for them.

I have other matters today, but intend to revert to this over the weekend. Your comments would be appreciated – if I am off course please excuse my lack of knowledge as yet.

Tony

Telephone Mobile

Replies will also be received on my blackberry

This message is confidential and may contain privileged information. If you are not the addressee (or responsible for delivery of the message to the addressee) any disclosure, reproduction, copying, distribution or use of this communication is strictly prohibited. If you have received this email in error, please notify the sender immediately and then delete it. No liability is accepted for any harm that may be caused to your systems or data by this message or attachments. It is your responsibility to scan for viruses.

\_\_\_\_\_

This email is from DLA Piper Scotland LLP.

The contents of this email and any attachments are confidential to the intended recipient. They may not be disclosed to or used by or copied in any way by anyone other than the intended recipient. If this e mail is received in error, please contact DLA Piper Scotland LLP on +44 (0) 8700 111111 quoting the name of the sender and the email address to which it has been sent and then delete it.

Please note that neither DLA Piper Scotland LLP nor the sender accepts any responsibility for viruses and it is your responsibility to scan or otherwise check this email and any attachments.

DLA Piper Scotland LLP is a limited liability partnership registered in Scotland (registered number SO300365), which provides services from offices in Scotland. A list of members is open for inspection at its registered office and principal place of business Rutland Square, Edinburgh, EH1 2AA. Partner denotes member of a limited liability partnership.

DLA Piper Scotland LLP is regulated by the Law Society of Scotland and is a member of DLA Piper, an international legal practice, the members of which are separate and distinct legal entities. For further information, please refer to www.dlapiper.com.

\_\_\_\_\_

-----