From: Colin MacKenzie Sent: 04 March 2008 08:28

To: Ysella Jago; Rebecca Andrew; Alan Coyle

Cc: Gill Lindsay; Nick Smith

Subject: RE: Tram LAC

Importance: High

Ysella.

Thanks for the message. Willie did mention last night he would be meeting with Gill today. He may bring other guests with him.

Very little progress to report from LAC meeting, other than a general message of "we're getting there". Meetings continued yesterday between SDS and BBS, with WG indicating he felt he would be in a better informed position today when he meets Gill.

On the critical issue of QRA there is a session today at Citypoint, commencing at 2.30 pm, to which Gill is invited.

On the Prior Approvals, it was noted that the quality of submissions is still causing concern to CEC. Graeme advised that the risks would not go away, and a clearer picture would emerge today.

Network Rail: still progressing, but nothing actually signed up. WG wants to set a deadline of 10 March for execution of all relevant agreements.

Parent Company Guarantee, notwithstanding the clarification from Andrew Fitchie, is still under discussion with BBS. An update will be provided to Gill today.

Transport Scotland need to be kept in the picture about the continuing delay to reach Financial Close. Certain apprehension about the impact on spending profile.

Andrew Holmes, Donald and Gill to have a key discussion about the terms of any Council report and the "materiality" question relating to changes from 20 December 2007 report on FBCv2 price and risk. My earlier e-mails to Gill dated 28 and 29 February contain my views on this matter.

I hope this summary is of assistance to Gill in her meeting with Willie.

Regards,

Colin MacKenzie for Council Solicitor

From: Ysella Jago

Sent: 03 March 2008 15:30

To: Colin MacKenzie; Rebecca Andrew; Alan Coyle

Subject: Tram LAC

For info, Gill is unable to attend tonight's LAC at Citypoint but is meeting with Willie Gallagher tomorrow in order to get an update.

Kind regards,

Ysella