From: Elliot Scott

Sent: 16 August 2007 15:05

To: David_Mackay@ Willie Gallagher; Matthew Crosse; Jim McEwan; Miriam

Thorne; WWCampbell@LothianBuses.co.uk; james.stewart@partnershipsuk.org.uk; andrew.holmes@edinburgh.gov.uk; Graeme Bissett; NRenilson@LothianBuses.co.uk; donald.mcgougan@edinburgh.gov.uk; Andrew Fitchie (andrew.fitchie@dlapiper.com);

Steven Bell: Geoff Gilbert

Subject: SDS Commercial Issues Resolution – Update on way forward

Attachments: SDS claim Board Paper Update 150807.doc

Importance: High

Hi all

Enclosed is an update on the paper presented to the last Project Board on the proposal for a commercial settlement on the SDS claim. This paper was prepared after further discussion on this issue at the **tie** Exec meeting on 14 August and has been agreed with Willie Gallagher. The project has been instructed by Willie to proceed with the actions referred to in the enclosed paper. One of these you will see is the issue of a formal response to the claim, counterclaim and a persistent breach notice to protect the project's future position.

Regards

Elliot (on behalf of Geoff Gilbert)

Elliot Scott

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