

Our ref: **25.1.201/KDR/2767**
Your ref: **INF CORR 1533/DS**

Bilfinger Berger – Siemens – CAF Consortium

9 Lochside Avenue
Edinburgh Park
Edinburgh
EH12 9DJ
United Kingdom

01 June 2009

tie limited
CityPoint
65 Haymarket Terrace
Edinburgh
EH12 5HD

| Bilfinger Berger Civil-EDI | | |
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| Date Sent | 02 JUN 2009 | BIW |
| File Number | | |
| Action | | |
| Distribution | | |

Phone: +44 (0) 131 [REDACTED]

For the attention of Steven Bell – Tram Project Director

Dear Sirs,

**Edinburgh Tram Network Infraco
Infraco Contract – Phase 1b Construction**

We refer to your letter dated 28 May 2009, reference INF CORR 1533/DS.

We understand that the content contained within your referenced letter above is tie's formal acknowledgement that it will not proceed with the construction of Phase 1b.

Therefore in accordance with Schedule Part 37, Clause 7, the Infraco shall be compensated for its work in the procurement period on Phase 1b by a payment of £3,200,000 (three million two hundred thousand pounds).

We will submit a valid VAT invoice under separate correspondence prior to 6 July 2009 in accordance with the Infraco contract.

Yours faithfully,

[REDACTED]
M Foerder
Project Director
Bilfinger Berger Siemens CAF Consortium

cc TVo, DGo, MHu, BOc