

[TO BE PUT ON CEC HEADED NOTEPAPER]

BBS Consortium  
Lochside House  
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Edinburgh  
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12 May 2008

**EDINBURGH TRAM NETWORK - INFRACO CONTRACT**

This letter confirms that the City of Edinburgh Council in its capacity as the promoter and ultimate owner of the Edinburgh Tram Network has no objection to Construcciones y Auxiliar de Ferrocarriles S.A. ("CAF") joining the Consortium formed by Bilfinger Berger UK Limited ("BB") and Siemens plc ("Siemens") (the "Infraco") on the terms provided for in a formal Minute of Variation to be entered into by tie Limited ("tie"), BB, Siemens and CAF.

CEC acknowledges that it is on notice of the terms of the draft Minute of Variation which BB, Siemens and CAF propose will effect the entry of CAF into the Infraco Contract between BB, Siemens and tie.

Yours faithfully,

Authorised signatory for  
**CITY OF EDINBURGH COUNCIL**