From: Ailsa McGregor

Sent: 05 December 2006 10:31

To: Trudi Craggs; Andie Harper; Geoff Gilbert; Susan Clark

Subject: SDS v Mudfa contract Alignment

Attachments: Scope Contract Summary MUDFAv1.xls

Dear All,

Further to our recent meeting at Dundas and Wilson offices on the contract alignment and further review of the SDS contract with the Mudfa contract, I attach a schedule setting out the key clauses and commentary between the SDS and Mudfa contract.

The key risks are that the SDS obligations under the Mudfa contract are more onerous and extensive than those under the SDS contract. The main problem is that SDS is not a party to the Mudfa contract and SDS has not signed upto the Schedule 1 Scope of Services in the Mudfa contract. This is causing issues between Mudfa and SDS in relation to expectations and contract requirements.

SDS have been issued with the Mudfa contract schedule 1 and requested to provide their formal response and any commercial impacts.

Regards,

Ailsa McGregor SDS Project Manager Edinburgh Tram Project

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