

2008/64

**Rebecca Andrew**

**From:** Graeme Bissett [graeme.bissett@██████████]  
**Sent:** 13 March 2008 22:27  
**To:** Gill Lindsay  
**Cc:** 'Willie Gallagher'; Steven.Bell@tie.ltd.uk; Andrew Fitchie; 'Stewart McGarrity'  
**Subject:** Final supporting docs for Notification  
**Attachments:** DLA DRAFT update letter 14.3.08 Issued.DOC; ERs 13.03.08.doc; QRA\_DLA\_align (v2) 13.03.08.doc

Gill, this email responds to the matters we discussed by phone this afternoon. I would be grateful if you would urgently review the content of this email and the attachments. The intention is to establish a platform from which we can quickly conclude matters supporting the Notification tomorrow morning.

The updated position on all of the key components of the Infraco negotiations was discussed at a meeting of the tie project management team held here tonight to conclude on readiness for issue of the notice. There has been further good progress today and only a few important matters remain to be concluded - Schedule 4 / VE ; Phase 1b pricing detail ; APA flowdown issues ; and NR immunisation. We also addressed the Employer's Requirements' alignment and the note attached summarises the position. You know that we have already concluded on SDS. Subject to resolution of the Infraco points mentioned, we concluded that the position reached supports the issue of the Notification.

I also attach on behalf of DLA a draft letter which updates their letter to you dated yesterday. This addresses the up to date position on Infraco terms and Employer's Requirements as set out in the paper attached. Please note that we asked DLA to give you this draft form of letter which presumes that the Infraco matters above are satisfactorily concluded. The purpose is to ensure that the proposed final form of the DLA letters is acceptable. Unless the issues are satisfactorily concluded, the DLA letter will need to be amended and indeed we may not be in a position to recommend issue of the Notice.

These infraco matters are being urgently addressed tonight and a meeting of tie / BBS principals is scheduled for 9.30am tomorrow.

The draft DLA letter also addresses procurement risk. We have updated the paper on procurement risk which supported the DLA letter dated yesterday, which Andrew Fitchie has reviewed. This paper now has a very detailed comparative financial analysis of the bids and it is necessary for us to keep this material under lock and key here to minimise the risk of breach of confidentiality undertakings. However, you will notice that the new draft DLA letter now positively supports our robustness against the risk of challenge.

Finally, I attach a note explaining the linkage from the DLA letter to the risk contingency contained in the project budget.

We will need to satisfy ourselves at tie that we have a robust position on the outstanding Infraco issues. Assuming we can achieve this, we are strongly of the opinion that the Notification must be

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