

Mr Steven Beattie
MUDFA Project Director
Carillion Utility Services
Western Harbour
Leith Docks
Edinburgh
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Our Ref: DEL.MUDFA.12377.IC.GB

Date: 16 January 2009

Dear Steven,

**EDINBURGH TRAM PROJECT – MUDFA
Section 7B – Phase 3&4 Issue For Approval Drawings**

We refer to the Phase 3&4 Drawings issued as "Issue for Approval" (IFA) to tie Limited by email on 5th December 2008.

A review meeting was originally requested by CUS with BAA for prior to the Christmas holidays, however, this could not be arranged due to various commitments and the need to finalise Phase 1&2 drawings for "Issue for Construction"(IFC). The meeting was subsequently arranged for Monday 12th January 2009.

At this meeting with BAA CUS/Grontmij produced a revised set of IFA drawings for discussion, however, stated that these were not complete and therefore were for discussion only and not approval.

We are extremely concerned you issued what were intended to be IFA drawings on 5th December 2008, however, they are still not fit for Approval. In particular, the works at Phase 3 were due to commence on week 1 of the programme but the design is now significantly lagging behind.

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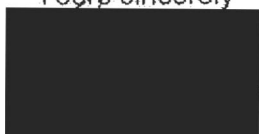
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Please confirm as a matter of urgency when the IFA drawings for Phase 3&4 will be issued, correctly, for Approval and confirm that CUS will be carrying out a review of the package before it is issued to BAA. The Limited would like to be involved in the review to assist where possible to mitigate any delays.

Yours sincerely



Graeme Barclay
Construction Director – MUDFA