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For the attention of Martin Foerder - Project Director Bilfinger Berger - Siemens - CAF Consortium 9 Lochside Avenue Edinburgh Park Edinburgh EH12 9DJ Our Ref: INF CORR 5772

Date: 10 August 2010

Dear Sirs,

Edinburgh Tram Project Infraco
Future Conduct in the matter of Notified Departures and tie Changes.

We have now considered the Decision handed down by Lord Dervaird on 8 August 2010 in the matter of the Adjudication on "Murrayfield Underpass Structure S21C". Without prejudice to our position that we do not admit Lord Dervaird's determination in paragraph 27 (1) or any of his reasoning, we intend in the interim to proceed as follows:

- 1. Where a Notified Departure is **disputed** by **tie** and **there is no Estimate** an instruction to proceed may be issued by us pursuant to clause 34.1.
- 2. Where a Notified Departure is **disputed** by tie and **there is an Estimate** an instruction to proceed may be issued under clause 34.1.
- 3. Where a Notified Departure is accepted by tie and an Estimate has been issued but not agreed we will apply the terms of clause 80.15.
- 4. Where a Notified Departure is accepted by tie and there is no Estimate we consider you in breach of the Infraco Contract terms. One consequence of which is to deny tie the ability to instruct pursuant to clause 80.15. Under such circumstances Infraco will be held liable for all the consequences of their breach.

1.102.50

Yours faithfully,

Steven Bell

Project Director – Edinburgh Tram

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