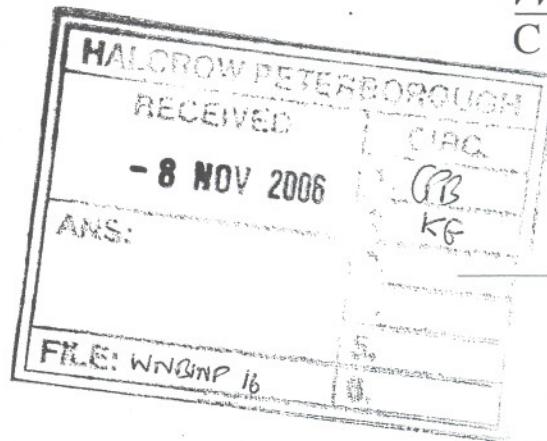


MT/Boakes2/DJP/D2.01

6 November 2006

Mr G Boakes
Halcrow Group Limited
Endeavour House
Cygnet Park
Hampton
Peterborough
PE7 8FD



Registered office:
90 Fulbourn Road
Cambridge CB1 9JN
Tel: 01223 70 60 50

Dear Mr Boakes

Bin Brook Flood Alleviation Scheme

Following your letter and instructions dated 18 September 2006, I am pleased to confirm our budget cost estimate for water mains diversion works in connection with the above scheme:

Budget cost of diverting 600mm prestressed concrete water main around proposed Bin Brook Flood Storage Reservoir **£401,600 + VAT**

The above figure includes all design, construction, supervision and legal costs.

In preparing the estimate a length of diversion of 1040 metres has been assumed. The likely duration of the mainlaying works would be 6 months, but you should also allow a further 6 months' lead time to cover planning, design, and route negotiations.

Enclosed with this letter is our invoice to cover the cost of preparing the estimate.

I trust this information is of assistance, and await your further instructions: in the meantime, please do not hesitate to contact me if you require any clarification of our proposals.

Yours sincerely

Mick Thurman
Engineering Services Manager

Encl: invoice