

From: Michael Long  
Sent: Thursday, 20 March 2003 11:05:00 AM  
To: Andrew Lindberg; Mitchell Morison; Charles Stott; Sarah Scales; Nick Gomersall; David Johnstone; Paul Ingleby; Jim Cooper; Jessica Lyons; Peter Jones; Chris Whitwell; Patrick O'Shannassy  
Subject: Iraq Situation Report - 20 March - Resending - typo in figures.

Please refer to the final point under Action Points for the Day:

"Explore situation with regard to inland transport paid to Alia Transport Jordan re Pearl of Fujairah - recover"

This issue should have been discussed.

Under the terms of the contract we prepay Alia Transport Jordan for discharge and inland transport to the Governates of Iraq.

We paid value date 14 March to Alia EURO 2.468 million for Pearl of Fujairah.

We are requesting these monies be returned and will include Alia's response in next update.

If in the worst case they do not repay these monies, AWBI are are holding a provision in the Pool Model for USD5m for quality issues as part of the USD25million total provision. Actual payments due ( NOT PAID) as part of this provision are USD2.016m for the iron filing claim and USD100k for sand compensation on Peter S, totalling USD2.116m.

We would also include this amount as part of our total claim on UN / Govt's.

Michael