June 29, 2009

Mr. Alistair MacDonald Chairman Dounreay Stakeholder Group Seaview Guest House Hill of Forss Janetstown Thurso Caithness KW14 7XQ

Reference: OOU — PBO-NDA-0008

Dear Alistair,

REF: Dounreay PBO Competition Industry Day

Thank you for giving the NDA competition team the opportunity to come and meet with representatives of the Dounreay Stakeholder Group on June 10. It was valuable to have that chance for face to face discussion and debate of NDA's ideas in respect of the Industry Event.

As discussed, NDA Is now proposing a two day event to engage with industry and to outline the proposals of NDA as to how the competition will be conducted, and the expectations of NDA and stakeholders of bidders and ultimately the winning organisation.

We recognise that local people and their representatives feel strongly that interested bidders should receive the messages and expectations of the community at first hand. We also understand the desire of the local community for bidders to come to Caithness to get a sense of the issues not only at the Dounreay site, but also the implications of the site's run down in terms of the wider community.

As we discussed at our meeting, please be assured that the two day Industry Event will serve as the first in a series of opportunities for local stakeholders to engage with the bidding community, and to outline their expectations and aspirations. As discussed also, NDA will undertake to facilitate further opportunities for interactions between representatives of the local community and bidders as the competition progresses.

The competition team was pleased that the stakeholder group was collectively supportive of our ideas for the Industry Event and the subsequent discussion of a partnering approach from our teams' perspective provides a good basis for our relationship to develop over the period of the competition.

In that vein I know that our communications people are working with June Love of the DSG on a joint press release in respect of the Industry Event. I understand that the broad content and tone of the message has been agreed. One complication is emerging however with regard to the timing of the event. It was our intention to hold the event in December to coincide with some pre-existing stakeholder activities

planned in Caithness. However, as a result of changes in timing of the Government's sale of UKAEA Limited, some of our key deliverables must now occur later than we had planned. Unfortunately there will be an associated impact to the timing of the Industry Event which is now looking more likely to take place within the first two months of 2010. The press release which is issued should reflect that sort of timescale.

Despite this change of timing, we remain committed to the proposed structure of the two day event as originally planned.

As the precise timing of the event becomes clearer, we will be In touch with you so that appropriate preparations can be made and the time of the required participants can be secured. I hope this does not cause you and local community representatives any difficulty or issues but In any event, if there are any aspects of this letter that you would like to discuss, please don't hesitate to contact me.

Yours sincerely,

Original letter signed [Graham Rankin]

Competition Programme Manager Pelham House Calderbridge Cumbria CA2O 1DB 1: 01925 802580 M: 07071 918199

Copy to:
Phil Trevena NDA
David Hughes NDA
Randall Bargelt NDA
Rachael Collins NDA
Stuart Geekle NDA
Anna MacConnell NDA
June Love Secretary, DSG
Competition Project File