

31 August 2007

**Mr R Crow
General Secretary
RMT
Unity House
39, Chalton Street
LONDON NW1 1JD**

**Metronet Rail
BCV Limited
(in PPP administration)**

**Metronet Rail
SSL Limited
(in PPP administration)**

Templar House
81-87 High Holborn
London
WC1V 6NU

www.metronetrail.com

Direct Tel: 020 7038 4233

Facsimile: 020 7038 4979

Dear Bob,

Your Ref:

Our Ref:

Further to discussions with the Mayor of London, we can confirm that we both agree that during the period of administration there will be no streamlining or transfer of employees from Metronet. We believe that you have been given an assurance by the Mayor that TFL will be urging the Pensions Board of Trustees to ensure that no staff will lose a penny of their Pension entitlement whilst Metronet remains in administration. A recommendation from a working party of the board of Trustees of the Pension Fund, upon which the unions are represented, will be considered by the full board of Trustees on Wednesday 5th September.

We can confirm that the guarantees provided to members of the TFL Pension Fund under the Greater London Authority Act and the London Transport Pension Arrangements Order 2000, will remain and be abided to by Metronet Rail BCV, Metronet Rail SSL, the PPP Administrator, and that the Metronet business will be transferred to the subsequent employer on this basis, as part of a full Scheme Rescue and ongoingly.

The effect of this, is that the terms of the John Prescott letter dated 14th September 1999 still apply.

As a consequence of the above, your union agrees to call off industrial action specifically related to these issues. This agreement is given in good faith and only relates to all dispute issues currently notified to the Metronet group.

We would be grateful if you could confirm your agreement to the above immediately.



Alan Bloom
Joint PPP Administrator
Metronet BCV / SSL



Andrew Lezala
Chief Executive Officer
Metronet BCV / SSL