

Attached please find the Project supplies and services, per item (supplies), per the commercial contract and with references to the Oret application approval.

All agreed supplies (after the adjustment which will be described hereunder) were fully delivered.

The changes were in actual quantities of the transmission and distribution water lines, as the actual needed (as made during the implementation - based on which the client was charged), Was less than as estimated by the client during the contract signing. This was later on assigned to other items of the project, for which there was reserve in budget. All of this was addressed and approved by Oret before concluded.

Attached please find the Project actual transaction price.

Content

The answers provided on these questions need to sketch a general picture of the project. In this part it's about the relation with the client and the local authorities, the lessons learned, developments and new opportunities.

Relation with the client and the local authorities

The purpose of the question mentioned below is to get a better look at the collaboration regarding the client and the local authorities

- Please describe the collaboration with the client?
- Please describe the collaboration with the local authorities?

The collaboration with the client was very close and supportive. There were weekly meetings with the local field representative of the client, together with the independent engineer, as well as monthly meetings at the client main offices. The Client's project manager, and a senior engineer for the supervising. All issues were raised and addressed. Minutes of meetings have been issued, for documentation and follow up.

The collaboration with the local authorities, mainly the (10)(1c) started with some issues and concerns. Later on, a routine, with the support of the client was established, and we face a huge improvement. After a short while everything was done, even if sometime slightly slower than we expected, to our full expectation.

Lessons learned

Between comparable projects there can be a big difference in the completion of the project. The success of a project is related to demographical, social and cultural aspects of a country or region. On the basis of the next questions we hope to get an image of the difficulties due to working in the regarding country and the regarding region. In this case, it is very important that you indicate where the problems/difficulties occurred, how you handled this and what you would do differently for projects in the future.

- Could you indicate which problems/difficulties occurred? In this case we mean problems that are related to working in the regarding countries and regarding the region, so not the technical problems
- How have you dealt with this problems/difficulties?
- What would you do different for a project in the same country, with the same client or another client, given the information and experience you gathered by working in this country, region and sector?
- Would you consider working on a new project in the regarding country or with the regarding client?

The difficulties that we face that we could not find enough local reputable sub-contractors to do the digging and piping works.

This was addressed by expanding the geography that we approached for looking for subcontractors.

There were not large local subcontractors which could be assigned to 2 large components of the project – the large water reservoir and the water treatment plant facility. We have engaged foreign subcontractors to be assigned and take responsibility for these 2 bid sub-components of the project.

We would advance the sourcing for subcontractors for the more complicated components, so we could have a better understanding of the capabilities of the local firms, and address it earlier in the process.

We definitely would do new project/s in the regarding country and the regarding client.

Development and opportunities

For developing countries and for the Dutch export it is important to know what the recent developments are in the several developing countries. On the basis of this information, governments can trade, and Dutch exporters can make use of this new opportunities. The next questions are meant to give a clear picture in the developments in the regarding country in which you just completed the project and in any new opportunities. You don't have to answer each question. These questions are asked to give you a direction for answering some of these questions.

- Could you indicate some of the new activities that you saw, that rose due to this project?
- Did the project create opportunities for new projects?
- Do you see opportunities to repeat this project?
- Do you think that this is possible without the support of the (Dutch) government?
- Would you like to collaborate with the same client in a new project?
- Would you invest in this sector in the regarding country?
- When would you think it would be the right time to do so?
- If given the opportunity, what would you do different?

The project allowed us to provide further deliveries, different from what we had with the client before this project.

This allowed us to expand the work with the client and do more project, with similar scope.

This project was unique, so duplication is irrelevant. Similar project, with the necessary adjustment, are relevant and are being discussed and considered with the client.

We are certain that this could have been metalized only based on the support of the Dutch Government.

We would and are investing in business development, and indirectly in the sector. However, as this is public sector project, direct money, or other monetary investments in the sector are irrelevant.

If the opportunity given, we would better asses the needs and the scope of the project, in order to address the differences in the scope earlier, and to asses other allocations for maybe had better value to the client.

2. Financial report of the project

In this part you need to paint a financial picture of the project and the transaction on the basis of the questions below. The meaning of this report is to give the reader sufficient information about the budgeted costs in the application and the contract with the client. The overview of the budgeted costs

need to be prepared in the same way as the overview of the total, actual costs. Besides, the differences need to be explained.

Budgeted costs

Answers on the questions mentioned below need to give a clear picture of the budgeted costs in the transaction.

- Please give an overview of the budget as in the application and as recorded in the contract with the client (include as attachment).

Please find attached.

Nacalculatie

Answers on the questions mentioned below need to give a clear picture of the actual costs in the transaction.

- Please give an overview of the actual costs of the project (include as attachment and in the same format as the budget). This overview needs to be checked by the auditor

Please find attached.

Differences between the budgeted and actual costs

Below you need to indicate any differences between the budgeted and actual costs and you need to provide an explanation.

- Please indicate, where and how the differences between the budgeted and actual costs occurred?

As stated above, the differences were occurred in two aspects, and in two different directions.

- *The actuals for some component of the project were significantly less than estimated and budgeted by the client.*
- *The increase in costs for some of the project items triggered the need for Price Adjustments: based on the agreed mechanism that was stipulated on the commercial contract.*

Accordingly, after long discussions with the client, and thorough assessment by Oret, this was approved and the surplus in the underused items were reallocated to the Price adjustments.

3. Entry “unforeseen”

The entry contingencies is important in this transaction. The entry for risk-storage and profit need to be in balance with regards to the project. According to ORET.nl these entries need to follow market conformity. Payments related to the entry “unforeseen” can only be obtained after a foundation is provided to ORET.nl, whom should have accepted these. The following questions should provide

the reader with a clear understanding of the use of the entry “unforeseen”.

Entry “unforeseen”

Answers to the following questions should provide a clear picture of the entry “unforeseen” in this transaction.

- Please give an overview of the entry “unforeseen” (contingencies) as record in the application, the Decision, the Grant Agreement and as in the contract with the client

In the application, the unforeseen was recorded for spare parts and need for enlargement of the Project required items. In the commercial agreement this was not detailed.

Use of the entry “unforeseen”

Below you need to indicate to which extent you used the entry “unforeseen” for your project

- Please indicate to which extent you’ve used the entry “unforeseen”. Also indicate for what this entry is used.

The unforeseen were used almost to its full extent. This was mainly to price adjustment which were included in the Commercial Contract provisions, but with no budgeting. Accordingly, this was addressed specifically to Oret and was explicitly and directly approved by Oret (see attached).

Below, you need to indicate if permission was given by ORET.nl (Before FMO) to use the entry "unforeseen".

- Is permission given by ORET.nl (before FMO) for the use of the entry "
- If so, on which date (Date on the document of permission)?
- Could you please include a copy of the permission given by ORet.nl or FMO as a attachment?

Yes, through the attached approval letter by Oret.

Other

- If you got any comments, which are not discussed by the questions before, you can leave the comments below

Please leave your comments here

15 DEC 2008

08-1229i

ORET PROGRESS REPORT NO. 1

ORET no : GH/WM07029

Period : 1 JANUARY - 30 JUNE 2008

Country : Republic of Ghana

Title of project : ATMA Rural Water Supply System South of Kpong, Ghana

Description of transaction : Rehabilitation and expansion of ATMA Rural Water Supply System

Dutch company : TAHAL GROUP B.V.

Contact : (10)(2e)

tel/fax :

Local recipient : Ghana Water Company Ltd. (GWCL)

Contact : (10)(2e)

tel/fax :

Within the framework of the ORET programme, you are obliged as from the date of the positive decision to provide narrative and financial reports to Oret.nl on the progress of the transaction. The objective of the reports is to inform ORET.nl on the progress of the project and the transaction, to enable ORET.nl to establish whether the grant was awarded in accordance with the Ministry of Foreign Affairs Grant Programme 2006 (ORET). These semi-annual reports have to be submitted to Oret.nl (PO Box 30715, 2500 GS, The Hague, the Netherlands) by 1 March and 1 September, respectively. The reports should cover the periods July-December and January-June. Please be advised that this form is designated for progress reporting only. A separate form is available for the decision on the grant's definitive amount.

These answers have been filled in truthfully.

Date : 29/08/2008

Place : Amsterdam

Company : TAHAL GROUP B.V.

Contact : (10)(2e)

Position :

Signature : (10)(2e)

Print Date: 31-08-2008

Page 1 of 4

A. Progress of project

- *A delivery may be an isolated event. In that case, the project is the delivery plus the extent to which it is incorporated into the end user's company/organisation.*
- *In many cases, a delivery constitutes an integral part of a combination of activities, deliveries by third parties and the end user's own activities. In that case, the project constitutes the larger whole.*
- *For the definitions of "transaction" and "project", you may refer to the ORET programme, chapter 1, paragraph 5, and chapter 3, paragraph 2, respectively.*
- *The "transaction" relates to the part of the project to which the applicant is bound because of a contract with the end user.*
- *The "project" is the smallest complete productive entity, physically and technically integrated, that fully utilises the proposed investment.*

A.1 Progress of project

Describe the extent to which the end user was prepared for this project and whether it has completed all of the actions to be carried out. This will suffice if the delivery is an isolated event.

If the delivery forms an integral part of a larger project and your delivery's success depends on the realisation of the project as a whole, please also indicate in your description how other sub-activities of that project are developing, and whether there are any frictions in this context and which consequences those frictions will have on the sub-activity that falls under your responsibility.

N/A; Please refer to Section B.

A.2 Additional steering

Do you think the project requires additional steering for it to proceed successfully? If so, which steps would you consider to realise this?

N/A

B. Progress of transaction

Please maintain the same numbering in your description.

1. Describe the transaction's current level of progress. Which developments took place over the past six months?
2. Which of these developments are deviations from what was agreed by contract?
3. Describe any problems encountered.
4. In case of any deviations and/or problems, point out their cause and consequences, translated into an adjusted – narrative and financial – planning.

B.1. Current level of progress (Status as of 30/6/08): NOT STARTED; Pending fulfilment of conditions precedent of the finance and Grant agreements.

B.2. N/A

B.3. N/A

B.4. N/A

C. Lessons learnt

Please maintain the same numbering in your description..

- Were there any developments in the transaction that had an impact on the project's progress?
- During the transaction's implementation, did you encounter any unforeseen circumstances which forced you to change the way you operated?
- Would you go about the transaction's implementation differently in the future? If so, in what way?

N/A

D. Other relevant information

- Are there any other important aspects you have not mentioned?

NO

E. Liquidity forecast

Provide an overview of the payments received by you and of the statements of expenses you expect to be paid.
Use the table below.

	Amount (in EURO)	Source				Expected date
		Grant	Commercial loan			
Down payment	(10)(1c)					25/07/2008
Financing Costs						1/08/2008
Remaining instalments						Progress Payments
Final payment 5%						31/07/2011
Contingencies						Progress Payments
Total transaction	41,029,976	21,338,519	19,691,457	0	0	

12 FEB 2009

ag-0089i

GHlwmo702g

To:
ORET Desk
PricewaterhouseCoopers
Prinses Margrietplantsoen 46
2595 BR Den Haag

T +31 (70) 342 62 33
F +31 (70) 342 62 35

9/02/2009

Dear Sir,

REF; ATMA Rural Water Supply System South of Kpong, Ghana
Progress Report no. 2

Please find enclosed herewith one only copy for the "*Rural Water Supply System South of Kpong, Ghana Progress Report no. 2*" complete with a copy of the projects manager "*power of attorney*"

Yours sincerely

(10)(2e)

Tahal Group B.V.


Copy;

(10)(2e)

Tahal Group B.V.

File.

TAHAL Group B.V. Claude Debussylaan 30, 1082 MD Amsterdam, The Netherlands • Tel.: +31 (20) 3050010 • Fax: +31 (20) 3050011 • e-mail: tahal-groepbv@tahal.com
KVK: 200671483

 Member of the Korfa Group

ORET PROGRESS REPORT NO. 2

ORET no. : GH/WM07029
Period : 1 JULY - 31 DECEMBER 2008
Country : Republic of Ghana
Title of project : ATMA Rural Water Supply System South of Kpong, Ghana
Description of transaction : Rehabilitation and expansion of ATMA Rural Water Supply System
Dutch company : TAHAL GROUP B.V.
Contact : (10)(2e)
tel/fax :
Local recipient : Ghana Water Company Ltd. (GWCL)
Contact : (10)(2e)
tel/fax :

Within the framework of the ORET programme, you are obliged as from the date of the positive decision to provide narrative and financial reports to Oret.nl on the progress of the transaction. The objective of the reports is to inform ORET.nl on the progress of the project and the transaction, to enable ORET.nl to establish whether the grant was awarded in accordance with the Ministry of Foreign Affairs Grant Programme 2006 (ORET). These semi-annual reports have to be submitted to Oret.nl (PO Box 30715, 2500 GS, The Hague, the Netherlands) by 1 March and 1 September, respectively. The reports should cover the periods July-December and January-June. Please be advised that this form is designated for progress reporting only. A separate form is available for the decision on the grant's definitive amount.

These answers have been filled in truthfully.

Date : 09-02-2009
Place : Accra, Ghana
Company : TAHAL GROUP B.V.
Contact : (10)(2e)
Position :
Signature : (10)(2e)

Print Date: 09-02-2009

Page 1 of 4

A. Progress of project

- » A delivery may be an isolated event. In that case, the project is the delivery plus the extent to which it is incorporated into the end user's company/organisation.
- » In many cases, a delivery constitutes an integral part of a combination of activities, deliveries by third parties and the end user's own activities. In that case, the project constitutes the larger whole.
- » For the definitions of "transaction" and "project", you may refer to the ORET programme, chapter 1, paragraph 5, and chapter 3, paragraph 2, respectively.
- » The "transaction" relates to the part of the project to which the applicant is bound because of a contract with the end user.
- » The "project" is the smallest complete productive entity, physically and technically integrated, that fully utilizes the proposed investment.

A.1 Progress of project

Describe the extent to which the end user was prepared for this project and whether it has completed all of the actions to be carried out. This will suffice if the delivery is an isolated event.

If the delivery forms an integral part of a larger project and your delivery's success depends on the realisation of the project as a whole, please also indicate in your description how other sub-activities of that project are developing, and whether there are any frictions in this context and which consequences those frictions will have on the sub-activity that falls under your responsibility.

The site construction works and the purchasing and importation of materials have not commenced. According to the terms of contract and more specifically sub-clause 41.1 item V of the contract, which states "the contractor shall commence works after fulfillment of all the following conditions".

Item V of sub-clause 41.1 "taxes exemptions", although all the required documentation has been presented and has passed through various legal procedures, no final approval has been received from the Ghanaian Parliament as to the date of 31 of December 2008.

A.2 Additional steering

Do you think the project requires additional steering for it to proceed successfully? If so, which steps would you consider to realize this?

TAHAL's personnel is in daily contact with the representatives of Ghana Water Company Ltd., regarding this last but very important issue of receiving (10)(1c) approval from the legal and political authorities of the Republic of Ghana. We are assured by the End-User that the (10)(1c) is to be received soon.

B. Progress of transaction

Please maintain the same numbering in your description.

1. Describe the transaction's current level of progress. Which developments took place over the past six months?
2. Which of these developments are deviations from what was agreed by contract?
3. Describe any problems encountered.
4. In case of any deviations and/or problems, point out their cause and consequences, translated into an adjusted – narrative and financial – planning.

B.1 TAHAL has commenced and progressed rapidly with the site topography works. TAHAL has prepared and presented to the Ghana Water Company Ltd., preliminary designs of the proposed pipelines, water storage tanks and treatment plants. The client is revising our preliminary designs. The client's observations and remarks are checked and if required the preliminary designs are amended and the changes incorporated in the final detailed designs.

B.2. At the present stage there are not purely technical deviations from what was agreed in the contract.

B.3. The major problem encountered at this early stage of the Project is the delay in receiving the final (10)(1c) approval from the legal and political authorities of the Republic of Ghana.

B.4. The unexpected delay in receiving the final (10)(1c) approval can be considered as a major milestone and therefore could cause problematic delays in the contractual completion date of the site installation works and may lead to the need of extension of the construction period.

C. Lessons learnt

Please maintain the same numbering in your description..

- Were there any developments in the transaction that had an impact on the project's progress?
- During the transaction's implementation, did you encounter any unforeseen circumstances which forced you to change the way you operated?
- Would you go about the transaction's implementation differently in the future? If so, in what way?
- Non delivery of (10)(1c) has an impact on the project's progress.
- At the present and early stage of the Project, the major unforeseen circumstance can be considered the rather unexpected delay in approval of the final (10)(1c) from the legal and political authorities of the Republic of Ghana.
- It would have been better to urge the End-User to start the process of providing such an (10)(1c) at a much earlier stage.

D. Other relevant information

- Are there any other important aspects you have not mentioned?

It is of importance to mention that the client Ghana Water Company Ltd., is fully aware of the unexpected delay in approval of the final (10)(1c)

The client, Ghana Water Company Ltd., is in contact with the legal representatives of the political echelon of the Republic of Ghana, and is making repeated efforts to resolve this important issue (10)(1c) approval.

E. Liquidity forecast

Provide an overview of the payments received by you and of the statements of expenses you expect to be paid. Use the table below.

	Amount (in EURO)	Source				Expected date
		Grant	Commercial bank			
Down payment	(10)(1c)					25/07/2008
Financing Costs						1/08/2008
Remaining installments						Progress Payments
Final payment 5%						31/07/2011
Contingencies						Progress Payments
Total transaction	41,029,976	21,338,519	19,691,457	0	0	



Seen by me, (10)(2e) civil-law notary, residing in Amsterdam, The Netherlands, for legalization of the signatures of:

- (10)(2e), born in (10)(2e)
(10)(2e)
- (10)(2e) born in (10)(2e)
(10)(2e)

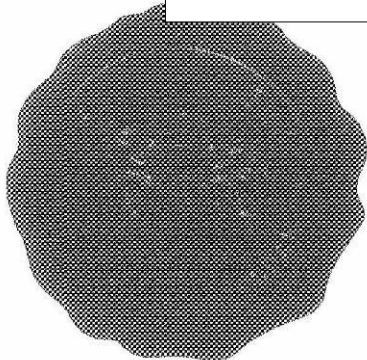
managing directors of Tahal Group B.V., established in Amsterdam, The Netherlands, and acting together fully authorized to represent Tahal Group B.V. in their said capacity.

(10)(2e)

Amsterdam, 21 November 2008

(10)(2e)

(10)(2e)



APOSTILLE

Convention de La Haye du 5 octobre 1961

1. Country: THE NETHERLANDS
This public document
2. Has been signed by: mr. (10)(2e)
3. Acting in the capacity of: notaris te Amsterdam
4. Bears the seal/stamp of
mr. M. Bijkerk
Certified
5. At Amsterdam
6. The 21 November 2008
7. By the registrar of the Court in Amsterdam
8. No: 047050
9. Seal/Stamp

10. Signature

mw (10)(2e)



(10)(2e)

POWER OF ATTORNEY

The undersigned:

Tahal Group B.V., a private company with limited liability (*besloten vennootschap met beperkte aansprakelijkheid*) established at Amsterdam, the Netherlands, having its place of business at Claude Debussylaan 30, Viñoly Building, 13th floor, 1082 MD Amsterdam, the Netherlands, registered at the trade register under number 20067183 ("**Company**"), duly represented in this act by (10)(2e), and (10)(2e) acting in their capacity as managing directors of the Company,

hereby grants a power of attorney to (10)(2e), (10)(2e) (10)(2e) ("**Attorney**"), to carry out acts in the name and on behalf of the Company in connection with the project ATMA Rural Water Supply System (the "**Project**") taking into account the following signatory rights:

In respect of agreements, contracts, purchase orders and any other documents related to the Project, including the Company's designated Project bank account in Ghana, the signatory rights shall be as follows:

-
-
-

(10)(1c)

Group A

(10)(2e)

(10)(2e)

Group B

(10)(2e)

(10)(2e)

This Power of Attorney shall be valid for one year, unless revoked earlier by the Company's written notice to the Attorney. The Attorney shall have no right to delegate any of his powers and authorities hereunder to any third persons.

This power of attorney is governed by Dutch law.

Signed in Amsterdam on October 2, 2008

(10)(2e)

Tahal Group B.V.

(10)(2e)

title (10)(2e)

(10)(2e)

Tahal Group B.V.

(10)(2e)

title (10)(2e)

(10)(2e)

24 AUG 2009
09-0647i

ORET PROGRESS REPORT NO. 3

ORET no : GH/WM07029

Period : 1 JANUARY – 30 JUNE 2009

Country : Republic of Ghana

Title of project : ATMA Rural Water Supply System South of Kpong, Ghana

Description of transaction : Rehabilitation and expansion of ATMA Rural Water Supply System

Dutch company : TAHAL GROUP B.V.

Contact : (10)(2e)

tel/fax :

Local recipient : Ghana Water Company Ltd. (GWCL)

Contact : (10)(2e)

tel/fax :

Within the framework of the ORET programme, you are obliged as from the date of the positive decision to provide narrative and financial reports to Oret.nl on the progress of the transaction. The objective of the reports is to inform ORET.nl on the progress of the project and the transaction, to enable ORET.nl to establish whether the grant was awarded in accordance with the Ministry of Foreign Affairs Grant Programme 2006 (ORET). These semi-annual reports have to be submitted to Oret.nl (PO Box 30715, 2500 GS, The Hague, the Netherlands) by 1 March and 1 September, respectively. The reports should cover the periods July-December and January-June. Please be advised that this form is designated for progress reporting only. A separate form is available for the decision on the grant's definitive amount.

These answers have been filled in truthfully.

Date : 20-08-2009

Place : Accra, Ghana

Company : TAHAL GROUP B.V.

Contact : (10)(2e)

Position : (10)(2e)

Signature : (10)(2e)

Print Date: 20-08-2009

Page 1 of 4

A. Progress of project

- A delivery may be an isolated event. In that case, the project is the delivery plus the extent to which it is incorporated into the end user's company/organisation.
- In many cases, a delivery constitutes an integral part of a combination of activities, deliveries by third parties and the end user's own activities. In that case, the project constitutes the larger whole.
- For the definitions of "transaction" and "project", you may refer to the ORET programme, chapter 1, paragraph 5, and chapter 3, paragraph 2, respectively.
- The "transaction" relates to the part of the project to which the applicant is bound because of a contract with the end user.
- The "project" is the smallest complete productive entity, physically and technically integrated, that fully utilises the proposed investment.

A.1 Progress of project

Describe the extent to which the end user was prepared for this project and whether it has completed all of the actions to be carried out. This will suffice if the delivery is an isolated event.

If the delivery forms an integral part of a larger project and your delivery's success depends on the realisation of the project as a whole, please also indicate in your description how other sub-activities of that project are developing, and whether there are any frictions in this context and which consequences those frictions will have on the sub-activity that falls under your responsibility.

The end user, Ghana Water Company Ltd. ("GWCL"), on the date of 11 June 2009, has been duly informed by the Ministry of Finance and Economic Planning that the request for taxes exemptions on equipment, materials that has to be imported and purchased locally for the ATMA Rural Water Supply System South of Kpong, has been approved.

Once this information has been officially received by the end user, additional procedures for receiving of individual waivers from the different entities (i.e. (10)(1c)

(10)(1c)

have been

urgently commenced by GWCL.

The contractor, TAHAL Group B.V. ("TAHAL") is compiling all required documentation for signing of sub-contracts and finalizing procedures for commencement of importation of materials, once all the additional required tax-exemptions are received from the various state entities.

A.2 Additional steering

Do you think the project requires additional steering for it to proceed successfully? If so, which steps would you consider to realize this?

The contractor, Tahal Group b.v. is continuing to have meetings and is in close contacts with the representatives of GWCL.

Various issues are discussed, considered and revised; completion of detailed design, site visits, preparations of the lists of materials, legal and contractual issues, and the most important and pressing issue being the completion of the (10)(1c), approval from the various entities of the Republic of Ghana.

As we are assured that this matter's solution is eminent, we believe no additional steering is needed at this point.

B. Progress of transaction

Please maintain the same numbering in your description.

1. Describe the transaction's current level of progress. Which developments took place over the past six months?
2. Which of these developments are deviations from what was agreed by contract?
3. Describe any problems encountered.
4. In case of any deviations and/or problems, point out their cause and consequences, translated into an adjusted – narrative and financial – planning.

B.1 TAHAL has nearly completed the great majority of the site topography works.

TAHAL has prepared and presented to GWCL detailed designs drawings of the proposed pipelines, and water storage tanks.

The detailed designs for the treatment plant will be presented at a later stage.

GWCL is presently revising our detailed designs & drawings.

GWCL's observations and remarks will be checked and if required the detailed designs will be amended and the changes incorporated in the final construction designs.

B.2 At the present stage there are not purely technical deviations from what was agreed in the contract.

B.3 The major problem encountered at this early stage of the contract is (10)(1c) (10)(1c) from the relevant statutory entities of the Republic of Ghana.

B.4 The (10)(1c) could cause a delay in the contractual completion date of the site installation works and the need of extension of the construction period.

From a financial perspective, (10)(1c) TAHAL has refrained from issuing its invoices, which results in delay in sales and cash flow in comparison to the annual budget.

C. Lessons learnt

Please maintain the same numbering in your description..

- Were there any developments in the transaction that had an impact on the project's progress?
- During the transaction's implementation, did you encounter any unforeseen circumstances which forced you to change the way you operated?
- Would you go about the transaction's implementation differently in the future? If so, in what way?

C.1 (As in B4.)

C.2 N/A

C.3 Yes. We would have started much earlier to apply pressure, and act more proactively with respect to (10)(1c)

D. Other relevant information

- Are there any other important aspects you have not mentioned?

It is of importance to mention that the client, GWCL, is fully aware of the unexpected delay in

(10)(1c)

GWCL is in contact with the legal representatives of the political echelon of the republic of Ghana and is seemed to be making repeated efforts to resolve this important issue.

E. Liquidity forecast

Provide an overview of the payments received by you and of the statements of expenses you expect to be paid. Use the table below.

	Amount (in EUR)	Source				Expected date
		Grant	Commercial loan			
Down payment	(10)(1c)					25/07/2008
Financing Costs						1/08/2008
Remaining installments						Progress Payments
Final payment 5%						31/07/2011
Contingencies						Progress Payments
Total transaction	41,029,976	21,338,519	19,691,457	0	0	

Pipelife Nederland B.V.

(10)(2e)

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Stichting ORET

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23 februari 2010

2010-0068/AK/fw/mvb

ORET-project "ATMA Rural Water Supply Systems (LOT 9a)" te Ghana

Geachte (10)(2e),

Op 3 februari 2010 ontving ORET.nl uw brief over het ORET-project in Ghana van Tahal Consulting Engineers Ltd. (hierna: Tahal). In uw brief geeft u aan dat Tahal voor een buitenlandse leverancier heeft gekozen voor de levering van leidingsystemen. U stelt de vraag in hoeverre dit in overeenstemming is met de ORET-regeling.

De ORET-regeling stelt dat aanvragen moeten voldoen aan een minimaal Nederlands aandeel in de transactie, waarop bij zowel de beoordeling van een aanvraag als bij de vaststelling van het project wordt toegezien.

Het staat aanvragers vrij te bepalen welke onderdelen van de transactie in Nederland dan wel in het buitenland worden aangeschaft. De aanvrager kan binnen de ORET-regeling besluiten het leidingsysteem in het buitenland aan te schaffen. Dit houdt tegelijkertijd in dat de aanvrager daarmee verplicht is andere onderdelen of diensten vanuit Nederland te betrekken om aan de minimum eis van het Nederlands aandeel te voldoen. Een onafhankelijk accountant zal bij de vaststelling van het project een verklaring afgeven waarin ook een oordeel zal worden gegeven over het voldoen aan voornoemde eis.

Uw brief geeft geen aanleiding om te veronderstellen dat Tahal zich niet aan de eisen van de regeling houdt.

Ik dank u voor uw oplettendheid en verwacht u voldoende te hebben geïnformeerd.

De minister voor Ontwikkelingssamenwerking,
Namens deze:

(10)(2e)

(10)(2e)

(10)(2e)

ORET

25 FEB 2010
10-0139i

ORET PROGRESS REPORT NO. 4

ORET no : GH/WM07029

Period : 1 July– 31 December 2009

Country : Republic of Ghana

Title of project : ATMA Rural Water Supply System South of Kpong, Ghana

Description of transaction : Rehabilitation and expansion of ATMA Rural Water Supply System

Dutch company : TAHAL GROUP B.V.

 Contact :

 tel/fax :

Local recipient : Ghana Water Company Ltd. (GWCL)

 Contact :

 tel/fax :

Within the framework of the ORET programme, you are obliged as from the date of the positive decision to provide narrative and financial reports to Oret.nl on the progress of the transaction. The objective of the reports is to inform ORET.nl on the progress of the project and the transaction, to enable ORET.nl to establish whether the grant was awarded in accordance with the Ministry of Foreign Affairs Grant Programme 2006 (ORET). These semi-annual reports have to be submitted to Oret.nl (PO Box 30715, 2500 GS, The Hague, the Netherlands) by 1 March and 1 September, respectively. The reports should cover the periods July-December and January-June. Please be advised that this form is designated for progress reporting only. A separate form is available for the decision on the grant's definitive amount.

These answers have been filled in truthfully.

Date : 22-02-2010

Place : Accra, Ghana

Company : TAHAL GROUP B.V.

Contact :

Position :

Signature :

Print Date: 22-02-2010

Page 1 of 5

A. Progress of project

- A delivery may be an isolated event. In that case, the project is the delivery plus the extent to which it is incorporated into the end user's company/organisation.
- In many cases, a delivery constitutes an integral part of a combination of activities, deliveries by third parties and the end user's own activities. In that case, the project constitutes the larger whole.
- For the definitions of "transaction" and "project", you may refer to the ORET programme, chapter 1, paragraph 5, and chapter 3, paragraph 2, respectively.
- +The "transaction" relates to the part of the project to which the applicant is bound because of a contract with the end user.
- The "project" is the smallest complete productive entity, physically and technically integrated, that fully utilises the proposed investment.

A.1 Progress of project

Describe the extent to which the end user was prepared for this project and whether it has completed all of the actions to be carried out. This will suffice if the delivery is an isolated event.

If the delivery forms an integral part of a larger project and your delivery's success depends on the realisation of the project as a whole, please also indicate in your description how other sub-activities of that project are developing, and whether there are any frictions in this context and which consequences those frictions will have on the sub-activity that falls under your responsibility.

The end user, Ghana Water Company Ltd. ("GWCL"), on the date of 11 June 2009, has been duly informed by the Ministry of Finance and Economic Planning that the (10)(1c)

(10)(1c) on equipment, materials that has to be imported and purchased locally for the ATMA Rural Water Supply System South of Kpong, has been approved.

Once this information has been officially received by the end user, additional procedures for receiving of (10)(1c) from the different entities (i.e. (10)(1c)

(10)(1c) were urgently commenced by GWCL.

The necessary and lawfully required waivers from all the above mentioned entities were received during the months of August and September 2009.

On 19 October 2009, following receipt of all (10)(1c), a formal notice for Commencement Of Works has been given by GWCL. Commencement Date of the Project was set as 15th of October, 2009. (see copy attached)

It has been noted during the topography works and surveying of the construction sites by the contractor, Tahal Group B.V. (TAHAL), that there are various obstructions (temporary buildings) most which appear to be of a provisional matter, but still are squarely on and adjacent to the intended path of the pipelines laying works.

Such obstruction if will not be promptly and easily evacuated may cause problems in the normal construction activities, may have an additional economic impact on the project and cause delays in the proposed and contractual works timetable.

According to our terms of contract the employer, GWCL, is to provide all the rights-of-way and facilities required by the contractor to enable him to execute the works.

The employer, GWCL, has been duly informed by the contractor that such obstructions have to be removed at the earliest possible time.

A.2 Additional steering

Do you think the project requires additional steering for it to proceed successfully? If so, which steps would you consider to realize this?

TAHAL is in close contacts with the representatives of GWCL.

Various issues are discussed, considered and revised; completion of detailed design, site visits, preparations of the lists of materials, legal and contractual issues.

The very important issue of the (10)(1c) although it has taken much longer than anticipated due mostly to the various parliamentary elections has been positively resolved.

Any additional steering and frequent monitoring will be required to ensure timely removal of the obstructions encountered on the proposed right-of-way of the new pipelines and installations.

B. Progress of transaction

Please maintain the same numbering in your description.

1. Describe the transaction's current level of progress. Which developments took place over the past six months?
2. Which of these developments are deviations from what was agreed by contract?
3. Describe any problems encountered.
4. In case of any deviations and/or problems, point out their cause and consequences, translated into an adjusted – narrative and financial – planning.

B.1 TAHAL has nearly completed the great majority of the site topography works.

TAHAL has prepared and presented to GWCL detailed designs drawings of the proposed pipelines and water storage tanks. In addition TAHAL has presented preliminary plans, drawings and specifications for the water treatment plant. The GWCL reply and final observations to the contractors' presented documentation except for the treatment plant has been received from the client GWCL as from January 2010.

It is of importance to mention that since the issue of (10)(1c) (10)(1c) has been obtained, TAHAL has commenced HDPE pipes importations. The first consignment of 14 containers have arrived in Ghana during the month of January 2010.

B.2. At the present stage there are not any major or purely technical deviations from what was agreed in the contract. However the exact location of one of the water storage tank is at the moment being discussed about the possibility of having the water storage tank erected in a different place.

B.3. The major problem encountered at the early stage of the contract is the delay in receiving (10)(1c) from the relevant statutory entities of the Republic of Ghana.

B.4. The unexpected delay in receiving (10)(1c) could cause a delay in the contractual completion date of the site installation works and the need of extension of the construction period.

From a financial perspective, due to absence of (10)(1c), TAHAL has refrained from issuing its invoices, which results in delay in sales and cash flow in comparison to the annual planned budget.

C. Lessons learnt

Please maintain the same numbering in your description..

- Were there any developments in the transaction that had an impact on the project's progress?
- During the transaction's implementation, did you encounter any unforeseen circumstances which forced you to change the way you operated?
- Would you go about the transaction's implementation differently in the future? If so, in what way?

C.1 (As in B4.)

C.2 No.

C.3 Yes. We would have started much earlier to apply pressure, and act more proactively with respect to getting (10)(1c). However with the benefit of hindsight we don't think that the outcome would have been any different. The major problem in (10)(1c) or delays was purely due to the electoral process that Ghana went throughout the year 2008 and beginning of year 2009.

D. Other relevant information

- Are there any other important aspects you have not mentioned?

The effect of the abovementioned delay on the Project execution time schedule is still under evaluation and discussions with GWCL, with a view to keep the execution time framework as closely as possible to the original one. TAHAL shall advise in due course any required time extension.

E. Liquidity forecast

Provide an overview of the payments received by you and of the statements of expenses you expect to be paid.
Use the table below.

	Amount (in EURO)	Source		Expected date
		Grant	Commercial loan	
Down payment	(10)(1c)			25/07/2008
Financing Costs				01/08/2008
Effectuated Installments				Progress Payments
Remaining installments				
Final payment 5%				31/07/2011
Contingencies				Progress Payments
Total transaction	41,029,976.00	21,338,519.00	19,691,457.00	

GHANA WATER COMPANY LIMITED

Main Bankers: Social Security Bank
National Investment Bank



Head Office:
Post Office Box MB – 194
Accra – Ghana
West Africa

My Ref. No.: MD 07

Our Ref. No.:

19 October, 2009.

(10)(2e)

**TAHAL GROUP B.V.
CLAUDE DEBUYSSYLAN 30
VINSLY BUILDING 13TH FLOOR
1082 MD AMSTERDAM
THE NETHERLANDS**

(10)(2e)

Dear Sir,

ATMA RURALS WATER SUPPLY SYSTEM **(SOUTH OF KPONG) PROJECT**

We write in accordance with Clause 41.1 of project and formally inform you of the Commencement Date of Project as **15th October, 2009.**

We hereby request you to submit your Work Programme for our action and records.

Yours faithfully,

(10)(2e)

(10)(2e)

CC:

(10)(2e)

(10)(2e)

Registered Office: 28th February Road, (Near Independence Square) Telephone: 233-21-666781-7 Fax: 233-21-663552
Telegrams: DIWART E-mail: gwcl@africaonline.com.gh or info@gwcl.com.gh Website: www.gwcl.com.gh

110 FEB 2011

11-00661

ORET PROGRESS REPORT NO. 6

ORET no : GH/WM07029

Period : 1 July– 31 December 2010

Country : Republic of Ghana

Title of project : ATMA Rural Water Supply System South of Kpong, Ghana

Description of transaction : Rehabilitation and expansion of ATMA Rural Water Supply System

Dutch company : TAHAL GROUP B.V.

Contact : (10)(2e)

tel/fax :

Local recipient : Ghana Water Company Ltd. (GWCL)

Contact : (10)(2e)

tel/fax :

Within the framework of the ORET programme, you are obliged as from the date of the positive decision to provide narrative and financial reports to Oret.nl on the progress of the transaction. The objective of the reports is to inform ORET.nl on the progress of the project and the transaction, to enable ORET.nl to establish whether the grant was awarded in accordance with the Ministry of Foreign Affairs Grant Programme 2006 (ORET). These semi-annual reports have to be submitted to Oret.nl (PO Box 30715, 2500 GS, The Hague, the Netherlands) by 1 March and 1 September, respectively. The reports should cover the periods July-December and January-June. Please be advised that this form is designated for progress reporting only. A separate form is available for the decision on the grant's definitive amount.

These answers have been filled in truthfully.

Date : 1-02-2011

Place : Accra, Ghana

Company : TAHAL GROUP B.V.

Contact : (10)(2e)

Position : (10)(2e)

Signature : (10)(2e)

Print Date: 01-02-2011

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