

Media Statement

03 July 2018

Johannesburg

Dear Susan

Response to questions from AmaBhungane received on 28 June 2018

Thank you for the opportunity to address the ICM response.

It would appear that ICM have unfortunately mistaken the facts in their response to you and Dr Wood wishes to clarify the position as follows:

- 1. ICM's claim that they were introduced to the project in March 2015 in order to assist Wood because Regiments had insufficient capacity to deal with the project at the time:*

ICM are confused between the North and South China Rail Projects. It would appear that the interactions that ICM are referring to are in regard to the South China Rail project (in respect of which Dr Wood and Regiments had some limited involvement) and the North China Rail project which is the subject matter of your enquiries. As indicated to you previously Dr Wood and Regiments had no involvement in relation to the North China Rail project.

- 2. ICM's claim that Wood was present at an April 2015 meeting which was called to enable Wood to brief Clive Angel, Marc Chipkin and two Cyst employees on the project:*



This is incorrect. Dr Wood attended a meeting with Clive Angel, Stanley Shane and Mark Chipkin on 6 May 2015 regarding the handover of South China Rail work which Regiments had done to date but was unable to complete due to staff not having capacity at the time. See annexed meeting request "ICM/Regiments" sent from Mr Mark Chipkin to Dr Wood on 5 May 2015.

- 3. ICM's claim that Wood provided the initial work on the financial model and the costs and assumptions to be included:*

This is not correct in relation to China North Rail. Subsequent to the 6 May 2015 meeting, Dr Wood forwarded the work done to date by Regiments on the China South Rail project to Mr Clive Angel on 6 October 2015 under cover of the annexed email (*CSR letter to Transnet*) as part of the handover referred to above.

- 4. ICM's claim that in April 2015 Wood was aware that Bombardier relocation was estimated to be R620-million and that this was communicated to a competitor (i.e. Essa/BEX/ICM working for CNR).*

This is denied.

- 5. ICM's statement about Wood's previous written response in point 8.1 of the narrative document:*

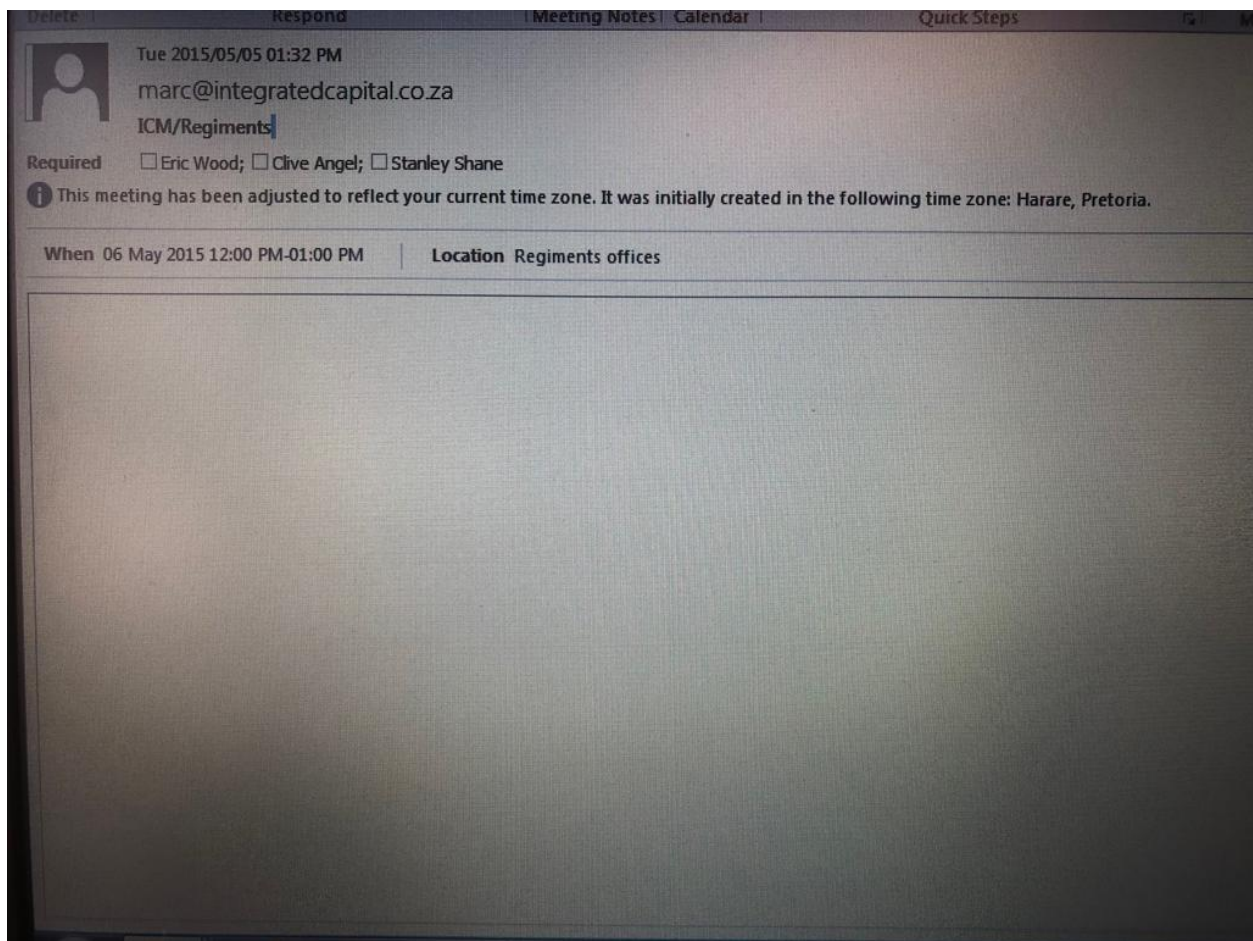
Dr Wood stands by the previous response. ICM have not included any information in their response that would indicate otherwise.

6. ICM's statement that "Wood and Essa masterminded this scenario" in point 10.1 of the Annexures document:

Again, this is denied. ICM are well aware of Dr Wood's role in the China South Rail project and the fact that he had no involvement in the China North Rail project.

Please publish this complete response in your article.

ENDS



Eric Wood

From: Eric Wood
Sent: 06 October 2015 06:11 PM
To: Clive Angel (clive@integratedcapital.co.za)
Subject: FW: CSR letter to Transnet
Attachments: CSR letter to Transnet v4.docx

Hi Clive
I have attached the CSR response so far, you need to beef it up with more detail as discussed
Regards
Eric

Eric Wood
Executive Director

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