

Dear Mr. Kenneth Yeung,

After going through your ITPSAconsultative documents with emphases on 9 criteria and 2 annexes, I feel comfortable with the structure and procedures of the existing Arrangement.

Since the detailed clauses and conditions of the awarded contracts are not shown in the consultative documents, I am concerned if there is any clear-cut and feasible Penalty policy to claim any inferior product/service or failure as identified against the contractor. I think this is important to ensure the RESULT given :(1) the existing Government direction to adopt the bids based on the lowest quotatoin; and (2) the non-intervention by Government in sub-contracting affairs by the principal contractors succeeded with the lowest bids.

Cheers

Gary Ho (iPro-A : Affiliated Member)

HK - 6/6/2004 @Hrs 13:36