

Our ref : CH/MH

Date: 16 November 2007

Dear Member

The G.E.C. 1972 Plan (“the Plan”)

SPT welcomes the publication today by The Pensions Regulator (TPR) of the Reasons for its Determinations Panel to confirm the appointment of three Independent Trustees to the Plan, following a request from SPT. These reasons confirm that SPT’s approach to TPR on 18 October was appropriate. If you are interested the report is available at:

<http://www.thepensionsregulator.gov.uk/pdf/TelentReasonsofDeterminationsPanel.pdf>

SPT also notes Co-Investment No 5 LP Incorporated (“CILP”), Pension Corporation LLP’s announcement yesterday that its offer for telent plc is now wholly unconditional. This means that telent will become a wholly owned subsidiary of CILP and will no longer be listed on the London Stock Exchange. Although SPT has met with PC/CILP over the last few weeks it has learnt little with regard to their plans for the pension scheme.

The Independent Trustees have been appointed until April 2008 with a view to preserving the independence of the Plan’s trustee. They will continue to seek discussions with the management of CILP and Pension Corporation on their proposals for scheme funding, investment strategy and the security of members’ interests as well as other important issues such as the future independence of the Trustee.

Their priority remains the continuing security and welfare of the Plan’s 62,000 members and I expect that they will be communicating with you in due course.

Yours sincerely

A handwritten signature in black ink, appearing to read 'C Holden'.

Chris Holden
Chairman