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MUNICIPALITY
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The Chief Executive Officer
 Ho Hup Corporation SA (Pty) Ltd
 76 Pickering Street
 Newton Park
 6045

Our Reference: Contract No. 2450
 Deals with this matter: N Dunjana/A Bower
 Date: 23 June 2011

Dear Sir,

CONSTRUCTION OF THE THUSONG SERVICE CENTRE: MOTHERWELL: CONTRACT NO 2450 : TERMINATION OF SERVICES OF HO HUP CORPORATION SA (LTD) PTY

The abovementioned matter refers.

Please be advised that this letter serves as notice of termination of services of Ho Hup Corporation SA (Ltd) Pty in terms of clause 36.0 of the JBCC Principal Building Agreement, with reference to clause 36.1.2 and clauses 15.3.2 through 15.3.4, to which the Contractor has failed to comply.

Notice is hereby given in terms of clause 36.5.1 and clause 36.5.6 of the said agreement for you to cease with all work and to vacate the works and site.

In terms of clause 8.1 of the JBCC Principal Agreement, the contractor shall take full responsibility for the works from the date on which possession of the site is given to the contractor and up to date of relinquishing possession to the employer.

You are also advised that the Principal Agent is commencing with the preparation of a final account as per clauses 34.0 and 37.3.5 of the JBCC Principal Building Agreement.

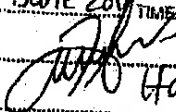
Clause 36.5.4 of the JBCC Principal Building Agreement provides that that the contractor shall not be relieved of any of his liabilities concerning that portion of the works executed by the contractor.

After the issue of the certificate of completion the NMBM will recover all losses in terms of the clause 37.0 of the JBCC Principal Building Agreement.

Yours faithfully



E NTOBAJ
ACTING MUNICIPAL MANAGER

FREDERICKS INCORPORATED	
ACKNOWLEDGEMENT OF RECEIPT	
DATE 24 June 2011	TIME 02:29
SIGNATURE 	
FULL NAMES	Haniya