

POLB 13(10th)
POLB 13/76

POST OFFICE LIMITED
(Company no. 2154540)
(the 'Company')

Minutes of a Board meeting held by Correspondence on 26 July 2013

Alice Perkins	Chairman
Neil McCausland	Senior Independent Director
Tim Franklin	Non-Executive Director
Virginia Holmes	Non-Executive Director
Alasdair Marnoch	Non-Executive Director
Susannah Storey	Non-Executive Director
Paula Vennells	Chief Executive Officer
Chris Day	Chief Financial Officer
Alwen Lyons	Company Secretary

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Transitional Support Services with Fujitsu

It was noted that a meeting of the Board was to be held by correspondence to consider more fully the contract negotiations for Transitional Support Services ("TSS") with Fujitsu.

It was further noted that at the meeting of the Board held on 16 July 2013, the Board had asked for additional detail on the economics of the deal being negotiated with Fujitsu, the changes from the current contract, and its impact on the Strategic plan numbers, before it could make a decision on the extension of the contract for two years. Lesley Sewell and CFO had circulated a paper to all Directors setting out the requested information on 19 July 2013.

Having considered the information, the Board recognised that the Business had limited options.

The Board therefore:

- (a) approved the 2 year TSS agreement with Fujitsu valued at up to £83M; and
- (b) noted that approval for authority to contract the TSS agreement with Fujitsu would need to be sought from the Shareholder Executive in July, which would allow the Business to conclude negotiations and execute the TSS agreement with Fujitsu before 30 September 2013.

