

Newark Works
Castle Road
Port Glasgow
Renfrewshire, PA14 5NG
T. +44 (0) 1475 742300
E. info@fergusonmarine.com
www.fergusonmarine.com

Edward Mountain
Convenor
Net Zero, Energy & Transport Committee
Scottish Parliament
EH99 1SP

2nd August 2024

Dear Mr Mountain,

Interim Update on MV Glen Sannox

I am writing to you to provide an interim update to our quarterly report, specifically for MV Glen Sannox.

We have, regrettably, identified an additional number of areas which require to be completed on the vessel before we can proceed to Acceptance Trials. The majority of these works will have to take place in relatively small engine spaces, which are already delayed by to the prolonged installation of the LNG system, due to the complexity of installation and need to examine the integrity of the pipework.

This will add to workforce congestion in these areas and, with that, a requirement to re-evaluate our work practices to maintain the highest standards of Health and Safety for staff and contractors, and to continue to achieve the highest standard of quality of work which we have delivered to date.

As I'm sure you'll agree, ensuring the safety and wellbeing of our team is our number one priority, especially in an industry like this, where there is simply no room for half measures or cutting corners.

Following a review of these challenges, we are conscious of the risk associated with nearing completion of MV Glen Sannox's "first-in-class" dual fuel design and we therefore signal an official handover deadline of 30 September 2024. This date, which would allow us breathing space to consider any unknown issues during LNG/owners trials and post-trial inspections, could however be pulled forward should we prove the vessel with no issues raised at sea trials or during the final sign-off procedures.

We are reviewing the overall cost of this and what impact this will have on our final costing, and will update you on this shortly when the reforecast is completed.

Our commitment of regular reporting to the Committee remains a priority for us, and you have our assurances that we will continue to maintain open and transparent communication, to allow you to carry out your important scrutiny work.

John Petticrew

Interim CEO