

# ETAG

## Progress Report from the Steering Committee

12<sup>th</sup> October 2007

ETAG is pleased to have received the following statement from Eurotunnel:

“In 2007, as in the past, the database of Travel Privilege holders will be updated on 01/11. From this date onwards Privilege holding shareholders will be able to make bookings for the end of the year and for the year 2008 up until 31 October 2008.

Please note this is exactly the same procedure as in previous years”.

At a recent meeting attended by members of ETAG’s Steering Committee, M Gounon outlined the measures he is intending to take for the future management of our travel rights, and indicated *inter alia* that the Channel Tunnel Group Ltd (which holds the concession) would continue to remain a subsidiary of TNU PLC (which has the liability for the travel rights) and that these companies would continue to be trading entities as subsidiaries of GET SA.

Most importantly, M Gounon confirmed that there is no intention to create any problems for those entitled to travel rights in the future, and that he intends to set up a travel rights committee. Significantly, the TNU travel rights section of Eurotunnel’s website now indicates that our rights, where appropriate, continue to the ‘End of concession (2086)’. [Click here](#) to see the relevant page.

There was some discussion of the proposals for writing down the loan debt in TNU’s books, and crediting this ‘profit’ to the Profit & Loss Account, to enable dividends to be paid up to GET SA in future – which from a tax point of view will be covered by the substantial losses brought forward. A plan is also being formulated to dilute the existing 7% minority shareholding in TNU not held by GET SA, but the final detail will need to be looked at to ensure it does not have an unnecessarily detrimental impact on ETAG members.

It appears that Eurotunnel really does want to put the dispute regarding travel rights behind it, and, this being the case, we are very happy to give M Gounon all the support he needs to turn Eurotunnel into a profitable world class operation.