

September 11, 2007

Attention: Juan Manuel Isaza Importista Av. 2C Norte #23AN54 Cali – Colombia

Tel: +57 (2) 667608/59 Fax: +57 (2) 6672372

Re: Bogota Columbia, Tubería 78" PCCP Tibitoc-Casablanca P-Wave electromagnetic Inspection

Dear Juan,

Further to your request, I am pleased to provide a revised quotation for P-Wave[™] electromagnetic inspection services for the Tubería Tibitoc-Casablanca in Bogota Columbia. The length of pipeline to be surveyed is approximately 5.0 Km of 78-inch prestressed concrete cylinder pipe (PCCP).

Electromagnetic inspection is a proven technique for locating wire break damage in prestressed concrete cylinder pipe. The best possible results will be achieved when calibration can be performed in pipes representing each pipe design found in the pipeline being inspected. While such an extensive calibration study provides the optimal amount of information, it is not always feasible. Where an actual calibration cannot be performed, Pure will rely on calibration curves extrapolated from existing curves created from calibrations performed on similar classes of pipe.

During the internal P-WaveTM inspection, Pure observes all U.S. OSHA safety regulations with regard to entering a confined space. We understand the pipeline conveys raw water which increases the likelihood of bio-matter accumulation in the pipe, and as a result, additional precautions will be taken to traverse the slippery surface and ensure suitable air quality. Pure recommends proper ventilation of the pipeline and requires the pipeline to be fully dewatered upon arriving to site (no more than6-inches of standing water). Further, we require access manholes to be open along the pipeline to ensure adequate air quality and the safety of our inspection team.



PRICING:

P-WaveTM Electromagnetic

To perform work identified above, we quote:

78-inch Prestressed Pipeline (Tibitoc-Casablanca, Bogota Columbia)

Mobilization	\$ 30,000 CAD
5.0 Km inspection fee	\$ 46,875 CAD
*Discount for Pilot PWAVE Survey	"\$ 11,875 CAD"
Total	\$ 65,000 CAD

Terms and Conditions:

- 1. We assume the 78" pipelines will be dewatered and available for inspection under one mobilization. If additional mobilizations are required to complete the scope of work, please add \$30,000USD per mobilization.
- 2. As-Built records, design information, and lay schedules will be submitted to Pure Technologies prior to the inspection.
- 3. The P-WaveTM report will be issued 4-6 weeks after the inspection.
- 4. Confined Space entry support, including ensuring safe air quality, top side support, and providing access to the pipe to be provided by SMA
- 5. Prices above assume that site work can start upon arrival and crews can work normal business days until completion. Standby rates shall be charged at \$2000USD per day per person. This cost includes man time and per diem costs
- 6. Project value for the 5.0 Km inspection of \$65,000USD is net. Any taxes payable in conjunction with the inspection would be the responsibility of the contractor (SMA).
- 7. Any duties or taxes associated with shipment of Pure Technologies Ltd. P-WaveTM Equipment into or out of the country of Columbia will be the responsibility of the contactor (SMA) and are not included in this quote.

I trust this information meets with your immediate requirements. If you have any questions or require clarification, do not hesitate to contact me.

Regards,

PURE TECHNOLOGIES US INC.

Muthu Chandrasekaran P.Eng Marketing Manager