SASOL FOUNDATION

FIELD OFFICE P.O. Box 85, Kitui, Kenya Tel: 254 - 0141 - 22873. Email: <u>sasol@form-net.com</u> muticon@nbnet.co.ke. LIASON OFFICE P.O. Box 14333, Nairobi, Kenya Tel: 254-02-860772 or 802171

6/12/99

Mr. Sam Mutiso Field Manager SASOL Box 85, Kitui

Dear Mr. Mutiso

Re: DFID/Maji na Ufanisi Work and Termination Date

As you are aware, after the problems we had with Maji na Ufanisi, we agreed that all construction funded by DFID, was to be completed within the contract extension date, i.e. December 31, 1999.

From the annual report given to the Board, it could be presumed that you intended to give this impression. Even if this conclusion is disputed, you did not clearly articulate to the Board that we have not fulfilled our contractual obligations. However, field inspection by the undersigned on 3/12/99, over your intransigence, showed clearly that there still is a lot of work to be done. Why? Can you explain, in writing, to the Board, why we are behind, when we intend to finish this work, with what resources and so on given that you had been authorised to increase the number of fundis if you found it necessary.

It should go without saying that we implement according to contract. Let me also point out that in my view, the Simavi implementation late. We do not look good when we hold little money for that long. We threaten our funding. Further, implementing one donors programme with money from another, as will be the case as we finish the DFID work is unacceptable.

I have repeatedly insisted that the fundi construction targets are low and I have met resistance form you. It is time we get value for money from the field staff. The problem of low rate of construction seems to be tied to supervision.

What happened to the second motor cycle which was supposed to address this? What has been the role of the assistant technical manager? What has happened to making fundis specialise either into wells or dams? All these questions need answers. Yours sincerely

G-C. M. Mutiso Chair SASOL Board

cc: F. K. Maluki Chair, Executive Board