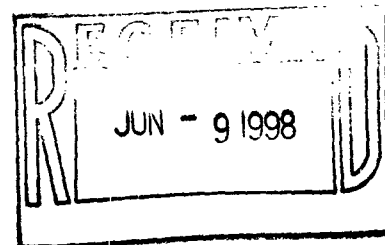


AMBASSADOR CONSTRUCTION CO., INC.



June 9, 1998

Mr. Walter Weems
Silverstein Properties, Inc.
7 World Trade Center
New York, NY 10048

RE: Mayor's Office of Emergency Management
7 World Trade Center
1st, 7th & 23rd Floors

Dear Mr. Weems:

We are in receipt of the response from the Division of Real Estate Service regarding the above referenced project. The following is Ambassador's response:

Item No. 1

The cost representation in our estimate does not include Addenda 1. We did not have sufficient time to include the addenda in our original estimate. The cost estimate for Addenda 1 will be submitted shortly.

Item No. 3

The rubbish removal cost of \$35,100 will be removed. The cut and patch line item is not a general conditions item, it is a valid part of the work.

Item No. 4

Our cost estimate does not include the cost for the tenant's use of the existing fuel lines. That cost has been submitted separately by Silverstein.

Item No. 5

Ambassador's line item for the Generator Test represents the cost for the Design Engineer to go to the factory and test the generator as called for in the Specifications, page PPS-23 under Factory Testing. The cost represents time, travel and meals for the engineer. The cost for Generator Testing in the electric trade bid is the testing of the generator on the job site as called for in the Specifications, page PPS-24 under Site Testing.

General Comment Exhibit "X"

Item No. 1

We will comply by supplying the additional bids requested.

Continued.../

317 MADISON AVENUE, NEW YORK, NY 10017, 212 922 1020, FAX 212 949 9762

AMBASSADOR CONSTRUCTION CO., INC.



Mayor's Office of Emergency Management

June 9, 1998

Page Two...

Item No. 2

- A) Detectors for the preaction sprinkler system are included in the sprinkler bids (ABCO letter attached). ✓
- B) Hot water dispensers are included in the plumbing costs (Par letter attached). ✓
- C) Installations and furnishing of the louvers are included in the HVAC estimates (Kaback letter attached). ✓
- D) Dampers are included in the HVAC estimates (Kaback letter attached). ✓

Item No. 3

- Track Tex bid does have the (4) rooms required for the fabric wall panels - proposal has been revised (see attached). ✓
- The bids for the hollow metal doors are based on the plans and specifications and the quantities on the drawings. ✓

Item No. 4

- P&S's bid for purchase items does add up to \$16,790 (see breakdown attached). ✓
- Ess & Vee has revised their proposal to add up to their total (see attached). ✓

TAX included on \$4500
SHOULD BE \$1342.92 and
TAX included on \$16765
CREDIT 500.33
\$8452.22 - cred
0.6

Item No. 5

Geiger Roofing's bid does include the hurricane wall waterproofing of \$8,500. This will not be duplicated when our budget price for the hurricane wall is submitted.

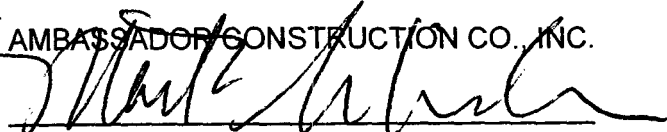
Item No. 6

Cirocco Ozzimo's cost of \$100,765 is inclusive of all the cement and concrete work.

If you should have any questions, please do not hesitate to call.

Very truly yours,

AMBASSADOR CONSTRUCTION CO., INC.


Martin Schneider
Vice President

cc: Richard Ramos
Kathy Giliberti
Chi Chu

MS:acd

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