

To : DK Sharma Region Head - Operations & Tech Asia

From : Angeline Chua Regional O&T - Asia

Cc : Srikumar Regional O&T – Asia
Goh Soon Cheng ITO
Ho Adrian CTI
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Re : Approval for Level 0 TI for EBS205 Platform
EBS Common Base 1st release

Date : 30th Aug 2006

Objective

This is to seek approval to proceed with the level 0 estimate provided by APPC for the infrastructure setup for EBS205 platform.

Background

The review and approval for the full Capital Expenditure Proposal (CEP) for EBS205 – Common Base (release 1) and China is in progress.

In lieu of the critical timeline for UAT to be set up in Sep/Oct 2006, an approval of the L0 estimations is needed. This is for APPC to go ahead with the necessary item purchases (hardware, software, licenses and network equipment) to continue while the review and formal approval of the full CEP is in progress.

Basis of approval

- 1) The approval is based on the APPC costing provided in version 3.1, while those under. The estimated level 0 cost for period of 2006-2011 is at: -

	Depreciation Item ¹ (US\$MM)	Recurring Expenses ²³ (US\$MM)	Implementation ⁴ (US\$ MM)	Total (US\$ MM)
Base	0.380	0.958 ⁵	0.604	1.942
URS			0.185	0.185
CI lite	0.045		0.065	0.110
Total				2.237

- 2) The NSRs covered in the above cost are as follow:-

¹ Depreciation item refers to actual hardware and infrastructure related.

² Recurring expenses will be charged according to actual utilization by the business.

³ MIPS cost only catered for 2006, as those from 2007 onwards will be charged under BAU.

⁴ This refers to the one time cost in man-effort, software license purchases and set-up of the infrastructure.

⁵ The amount indicated excludes the recurring charges from 2008-2011 for OSCAR and TCON. Please refer to Point 5 on the capacity for TCON and OSCAR

2) The NSRs covered in the above cost are as follow:-

For common base

		Asia's portion of the NSR
NSR 2006/342	Network (CICSPLEX), MIPS, Storage	60%
NSR 2005/526 **	OSCAR	60%
NSR 2005/923 **	TCON	60%
NSR to be raised	CI Lite	60%
NSR 2006/088	URS - Universal Rates Server	100%

3) As Asia's share of the common base development is 60%, approval of the common base level 0 items is for 60% of the cost. This covers all the items indicated except for URS. (NSR 2006/088)

4) NSR 2006/088 –

This is the setup cost component for URS. This NSR supports the setup for URS-Universal rates Server, which will provide foreign exchange rate, feeds to the various product processors in EBS205. However as this is a solution build only for Asia, 100% of the cost will be catered for.

5) NSR 2005/526 and NSR 2005/923

The capacity assumed in the respective NSRs for OSCAR and TCON are constant from 2006 – 2011 (pro-rated in 2006 for time basis). However as the development for base would not be as intense throughout the same period, the capacity requirement is expected to reduce. Thus the approval for these items caters for an assumed full capacity till end 2007 only. The recurring for 2008 onwards are not included in the recurring cost.



Request by



Angeline Chua

Reviewed by

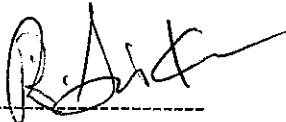
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Adrian Ho

via email

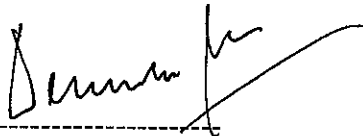
Chai Yen Peng

Concurred By



Srikumar Ramanathan.

Approved By



DK Sharma