



March 29, 2012

Millwright Local #1421
3206 Pleasant Valley Lane
Arlington, TX 76015

Reference: Dallas Love Field Jervis B Webb Baggage Handling Installation Project – **Project Status**

Attention: Mr. David Bonds

Mr. Bonds

Project Overview:

The Dallas Love Field baggage handling conveyor installation consist of unloading, staging and installation of support steel, and baggage handling conveyor systems and components at the new Southwest Airlines, Dallas Love Field Terminal. Installation of approximately seven thousand five hundred feet of baggage handling conveyor (7,500) is included in this project. The project is being installed over the course of two separate phases as new construction completion allows with the first installation phase currently in progress starting September 2011 completing approximately June 2012 which includes approximately eighty five percent (85%) of the project scope, and the second installation phase starting approximately April 2014 completing approximately July 2014 which includes the remaining fifteen percent (15%) of project scope.

International Industrial Contracting Corporation has sourced Millwrights Local #1421 for all of our manpower utilized for the mechanical installation of conveyor included in the scope of work for this project. We have currently completed approximately eighty percent (80%) of the first phase of the project maintaining progress and meeting project schedules for the mechanical installations as contracted. Millwrights Local #1421 has currently provided us with twelve thousand (12,000) safe, productive labor hours on the project, including field supervision for performed work. Within the twelve thousand safe man-hours worked approximately thirty percent (30%) has been performed by Millwrights Local #1421 apprentices at different levels of their apprenticeship.

International Industrial Contracting Corporation has utilized a forty (40) hour work week for this project, working four (4), ten (10) hours shifts. The timing and installation durations of the first phase of this project has allowed us to maintain a steady labor force that has gradually built up to the current peak labor force over the past several weeks. Having a project of this type, including the project schedule as presented to us at the start has allowed us to work with Local #1421 to incorporate apprentices of different levels into the project while maintaining adequate amount of field supervision and journeyman to stay efficient on the job.



(Continued)

Page 2

We look forward to a successful, safe completion of the first phase of this project over the next several weeks, as well as working with Millwrights Local #1421 for a successful, safe final phase of our installation in 2014.

Very Truly Yours,

International Industrial Contracting Corporation

Timothy Fackler
Estimating/Project Management

TF/sl
Attachments