Mishcon de Reya Solicitors

Our Ref: 26/JLL

Your Ref:

Summit House 12 Red Lion Square London WCTR 4QD DX 37954 Kingsway

www.mishcon.com

The Scottish Palestine Solidarity Campaign c/o Peace & Justice Centre Princes Street Edinburgh Scotland EH2 4BJ

13 November 2007

BY EMAIL AND POST (SECRETARY@SCOTTISHPSC.ORG.UK)

Dear Sirs

Further to your protest over the weekend opposite the Caledonian Hilton in Edinburgh and your proposed subsequent protest, we write to you on behalf of our client The Caledonian Operating Company Limited (the "Company"), which is the owner of The Caledonian Hilton Edinburgh Hotel (the "Hotel"), to inform you that the Company is incorporated in England and Wales and has no Israeli shareholders.

Your protest outside the Hotel accompanied by the type of allegations as circulated in your leaflets are incredibly damaging to the Hotel's reputation and its business. We believe that you may have engaged in this campaign under a false assumption that the Hotel was bought by an Israeli property group. There were some newspaper reports suggesting this to be the case. In fact, that deal never happened and the Hotel was bought, as we say above, by our client. For the moment, we are prepared to assume that our client's business has been included in your campaign by mistake.

On this basis, we would like you to confirm the following:-

- 1. There will be no further protests outside the Hotel;
- 2. Reference to the Hotel will be removed from all future literature for which you are responsible;
- 3. Reference to the Hotel will be removed from your website.

In the meantime our clients will reserve their rights under the law and will refrain from taking any legal action.

We look forward to hearing from you as a matter of urgency.

Yours faithfully

Mishcon de Reya

Direct Tel: +44 20 7440 7132 Direct Fax: +44 20 7404 8171

E-mail: james.libson@mishcon.com