

Consultants' reports on capex

1. During the course of our inquiry, we engaged consultants to review capex, as follows:
 - (a) ASA and Gleeds performed the following studies:
 - (i) a review of BAA's SG2 scheme (see Annex 1);
 - (ii) a supplementary analysis of BAA's spending on consultants engaged in relation to the SG2 scheme; and
 - (iii) a review of a proposal for a second runway, terminal and associated airfield developments put forward by Ryanair.
 - (b) C&B performed the following study:
 - (i) a review of the capital efficiency of BAA's SG1 programme, with a particular focus on project-specific costs, on-costs, and risk allowances.