EXHIBIT O

-----Original Message-----
From: David Saunders [mailto:David.Saunders@sackers.com]
Sent: Friday, June 08, 2007 11:56 AM
To: Kelly, Michael; Abrams, Marc; Borowitz, Peter L.; Ashton, Katherine; Brian Green QC; nicolas.stallworthy@outertemple.com
Subject: FW: Skeleton argument on behalf of SCL

-----Original Message-----
From: louise.inward@pwclegal.co.uk
[mailto:louise.inward@pwclegal.co.uk]

Sent: 08 June 2007 16:52
To: Linda.Grovestock@thepensionsregulator.gsi.gov.uk
Cc: David Saunders; lauren.browne@uk.pwc.com; Marcus.Laughton@thepensionsregulator.gsi.gov.uk; Martine.Trouard-Riolle@thepensionsregulator.gsi.gov.uk; Nicholas Couldrey; Peter Murphy; reast@kirkland.com; Simon.Price@Hammonds.com
Subject: Re: Skeleton argument on behalf of SCL

Dear Linda,

Please find attached a further document which SCL wishes to rely on.

Regards

Louise

(See attached file: SCL - Inter-Debtor Dispute Resolution.pdf)

Louise Inward | for and on behalf of PricewaterhouseCoopers Legal LLP | Plumtree Court | London EC4A 4HT | louise.inward@pwclegal.co.uk |

T +44 (0)20 7213 1003 | F +44 (0)20 7212 1570 | Mobile 07920 824973 | Please call or text me

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---------- End of message text ----------

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Richard East
<reast@kirkland.com>

Action (To)
"Michael Kelly" <mkelly@willkie.com>,
"Marc Abrams" <mabrams@willkie.com>

Information (cc)
David Eaton <deaton@kirkland.com>,
Louise Inward/PwClegal/UK/TLS/PwC@EMEA-UK,
David Agay <dagay@kirkland.com>

08/06/2007 12:22

Subject
Fw: SCL - Inter-Debtor Dispute Resolution

Mike, marc

Please attached bingham proposal sent to you on an open basis.

Regards

----- Original Message -----
From: "Bannister, Tom" [tom.bannister@bingham.com]
Sent: 06/08/2007 10:45 AM CET

To: "Bannister, Tom" <tom.bannister@bingham.com>; Richard East; louise.inward@pwclegal.co.uk; David Eaton; Rajinder Bassi

Cc: "Silverman, Ronald J." <ronald.silverman@bingham.com>; "Willett, P. Sabin" sabin.willett@bingham.com>; "Russell, Barry G."<barry.russell@bingham.com>; "Harrison, Natasha"<natasha.harrison@bingham.com>; MMartinez-Fidalgo@hlhz.com;PMarshall@HLHZ.com

Subject: RE: SCL - Inter-Debtor Dispute Resolution

Dear Richard:

Pursuant to the informal dispute resolution process, which the Debtors have encouraged for purposes of resolving claims issues in respect of Sea Containers Ltd ("SCL") and Sea Containers Services Ltd ("SCSL"), the Official Committee of Unsecured Creditors of SCL has been working to attempt to resolve issues consensually. In that regard, we arranged a settlement conference with your office and Willkie Farr (as counsel to the Official Committee of Unsecured Creditors of SCSL (the "SCSL UCC")) for June 6, and were disappointed when Willkie Farr refused to attend.

Nevertheless, we write to confirm the advice that we gave to you at the June 6 meeting, and would have given to Willkie Farr had they attended that meeting. We are pleased to inform you that we believe that certain significant issues may now be resolved by agreement and that with additional work, remaining issues may be resolved consensually as well. We met with you on June 6 and conveyed to you the current status and outlined certain steps going forward toward resolving other potential issues.

As a compromise and subject to agreement of definitive terms, we would now be prepared to agree with the SCSL UCC and the Pension Trustees (and the Debtors, of course) that: (i) the Services Agreement is a valid agreement, (ii) pension liabilities under the 1983 and 1990 Pension Schemes which relate to benefits payable in respect of SCSL's employees amount to a "Cost of the Services" as defined in the Services Agreement, and (iii) provided those Costs of the Services fall to be paid by SCL under the provisions of clause 2 of the Services Agreement, they would give rise to an unsecured claim by SCSL against SCL. Our agreement is subject to the proviso that there would

have to be reciprocal agreement by the SCSL UCC and the Pension Trustees that no duplicative claim for such amounts (a "double dip claim") will be asserted against SCL by way of a financial support direction or otherwise.

To be clear, rights regarding all other related matters are reserved, including without limitation, the proper amounts of any pension claims and the effect, if any, that intercompany claims may have in connection with distributions to creditors, as further diligence and work is required to resolve those issues. However, we believe that this proposal is a significant step forward in addressing a fundamental issue of great importance to stakeholders in respect of the SCL Group, and that this proposal will prove useful in advancing the prospect of further consensual resolutions. For the avoidance of doubt, if the SCSL UCC and the Pension Trustees decline to undertake such an agreement with us, this offer should be considered rescinded and null and void, and all rights are reserved.

Best regards,

Tom

Tom Bannister
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London EC2R 7HF
England

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