

17 September 2025

Dr Ian Mair

Interim Chair of Court
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Dear Ian

Funding for the University of Dundee

First, thank you for your letter of 15 September 2025 in response to Francesca's earlier letter of 18 August. In your response you confirm that the University would welcome the "conversion of the loan to a £12m grant".

I thought it would be helpful if I clarified the nature of the transaction to provide the University with immediate liquidity funding.

As you are aware, the University Court's view is that it is currently unable to accept the £12m FT loan element of the initial £22m package. The £10m grant of that initial funding has been accepted.

As the University has been unable to accept the £12m loan funding, SFC is willing to bring forward £12m of the "up to £40m" grant offered by the Scottish Government under a s25 direction. This would leave a balance of up to £28m (of the s25 monies) to be drawn down by the University should the conditions to access the balance be met. **The £12m grant does not replace the £12m FT loan.**

The unutilised FT loan of £12m remains available to draw down when Court is able to do so. SFC will provide a new term sheet for the loan at that point. The overall quantum and nature of the funds available to the University remain the same at a total of "up to £62m" comprising up to £50m of grant funding and £12m of FT loans.

To be clear, the funds available to the University after the £12m of the "up to £40m" of grant funding under the s25 direction are £28m of grant funding and £12m of FT loans. These remain subject to the conditions of the funding being advanced being met by the University.

I trust that the above provides clarity on the funding available to support the University.

Yours sincerely



Richard Maconachie FCCA
Lead Director

cc: Professor Nigel Seaton, Interim Principal
Lee Hamill, Interim Director of Finance