June 2, 2008

Computer Sciences Corporation
2100 E. Grand Ave.
El Segundo, CA 90245

Dear Sir or Madam:

Sometime in the next few weeks, the Project On Government Oversight (POGO) will update its Federal Contractor Misconduct Database (http://www.contractormisconduct.org/), a compilation of information from public resources regarding government contractors, including Computer Sciences Corporation. On August 16, 2005 and November 15, 2006, we sent Computer Sciences Corporation information regarding findings in POGO’s database. We received a response from you on September 1, 2005. I have enclosed the findings relevant to your company, and I am seeking verification of this data.

Any response would be greatly appreciated, as the accuracy of this information is in the best interest of all parties. Out of fairness to Computer Sciences Corporation, please be assured that any response received by POGO will be posted on the website along with the data.

The biggest change we will be making to the database is the inclusion of more federal contractors (the top 100). We are also adding new instances that we have found in recent months and updating instances already in the database with new information. Please note that the database also includes pending instances, but these are kept separate from resolved instances and are not included in the totals.

If you have any questions, I can be reached at (202) 347-1122. Thank you for your time and consideration.

Sincerely,

Neil Gordon
Investigator

Enclosure
Instances

1. Giannetto v. Computer Sciences Corporation (Overtime Pay Class Action)
   Date: 04/21/2005 (Date of Settlement)
   Misconduct Type: Labor
   Enforcement Agency: Non-Governmental
   Contracting Party: None
   Court Type: Civil
   Amount: $24,000,000
   Disposition: Settlement
   Synopsis: Current and former employees of CSC reached a settlement of an overtime pay class action lawsuit resolving all of the named plaintiffs' and class members' overtime claims against CSC in exchange for the payment by defendants of $24 million. The suit was filed by plaintiffs on behalf of themselves and approximately 30,000 current and former employees of CSC for alleged violations of the Fair Labor Standards Act, 29 U.S.C. § 201 et seq., California's Unfair Competition Law, and the wage and hour laws of 13 states.

2. Fraudulent Reimbursement
   Date: 09/28/2005 (Date of Settlement)
   Misconduct Type: Government Contract Fraud
   Enforcement Agency: NASA
   Contracting Party: NASA
   Court Type: Civil
   Amount: $1,275,000
   Disposition: Settlement
   Synopsis: “Computer Sciences Corporation (“CSC”)… agreed to settle civil allegations and reimburse the $1,275,000.00 to settle allegations related to fraudulent conduct by a former CSC employee. Computer Sciences Corporation, headquartered in El Segundo, California (suburb of Los Angeles) had a former employee based in its Huntsville office, and developed a scheme between 1994-2003 whereby CSC made payments to fictitious companies and then requested reimbursement for these payments under a contract with the National Space and Aeronautics Administration (“NASA”). The employee kept the amount of these transactions small in order to avoid detection by CSC and government auditors. However, over a period of approximately nine years NASA reimbursed CSC over $1 million for the fraudulent payments. Upon learning of the employee’s fraudulent scheme, CSC quickly disclosed all the relevant facts to the and fully cooperated with the subsequent investigation. The investigation revealed that while CSC had no knowledge of the fraud, CSC and its former employee both benefited from the fraud."

3. False Claims in Connection With Defaulted Student Loans
   Date: 10/16/2000 (Date of Settlement)
   Misconduct Type: Government Contract Fraud
   Enforcement Agency: Education
   Contracting Party: Education
   Court Type: Civil
   Amount: $6,400,000
   Disposition: Settlement
Synopsis: CSC Accounts Management, Inc., doing business as CSC Credit Services, Inc., paid the United States more than $6.4 million to settle allegations that it made false claims in connection with defaulted student loans under the Federal Family Education Loan Program and the William D. Ford Direct Student Loan Program. The settlement resolves allegations that CSC Credit Services, Inc. submitted claims for payments of commissions and incentive bonuses relating to certain defaulted student loans that were consolidated in violation of applicable laws and regulations. The settlement also resolves allegations that CSC Credit Services, Inc. wrongfully certified that certain loans were eligible for consolidation, and claimed commissions of 18.5% on certain consolidated loans when it was entitled to a commission of only 10%.

4. Late Delivery of Software
Date: 11/28/2007 (Date of Minutes)
Misconduct Type: Poor Contract Performance
Enforcement Agency: International
Contracting Party: International
Court Type: Administrative
Amount: $10,000,000
Disposition: Fine
Synopsis: Computer Sciences Corporation was fined approximately £5 million (US$10 million) for late delivery of patient administration software to National Health Service trusts, under the NHS National Program for IT (NPfIT).

5. ‘Alliance Benefits’ False Claims Settlement
Date: 05/13/2008 (Date of Announcement)
Misconduct Type: Government Contract Fraud
Enforcement Agency: Multiple Agencies
Contracting Party: Multiple Agencies
Court Type: Civil
Amount: $1,370,000
Disposition: Settlement
Synopsis: Computer Sciences Corporation agreed to pay $1,370,000 to settle allegations filed under the False Claims Act that it solicited and received improper payments and other things of value on technology contracts with government agencies. The relators, Norman J. Rille and Neal A. Roberts, alleged that CSC knowingly solicited and/or received payments of money and other things of value, known as alliance benefits, from companies with whom it had global alliance relationships. These alliance relationships and alliance benefit payments allegedly constituted kickbacks and undisclosed conflicts of interest in violation of contractual provisions and the Federal Acquisition Regulations. See related IBM instance, "'Alliance Benefits' Alleged Kickback Scheme" and Accenture pending instance, “False Claims On Hardware, Software & Technology Services Sales.”

Pending Instances

Hensley vs. Computer Sciences Corporation (Colossus Software Litigation)
Date: 02/07/2005 (Date of Filing)
Synopsis: The plaintiffs in this class action allege CSC, other insurance industry vendors and dozens of insurance companies conspired to wrongfully use software products licensed by CSC and the other software vendors to reduce the amount paid to the licensees’ insureds for bodily injury claims. They also allege wrongful concealment of the manner in which these software products evaluate claims and of information about inherent flaws in the software. They seek injunctive and monetary relief of less than $75,000 for each class member, as well as attorneys' fees and costs. In August 2007, it was reported that some insurance company defendants have decided to settle, and the value of the settlements could exceed $293 million.