

MR. CAMERON, EXAM. BY MR. MERRICK

1 get, period.

2 Q. And would they then not, under the agreement, be
3 entitled to come and seek the --

4 A. No.

5 Q. -- differential from the province?

6 A. No, I disagree with that. That was not --

7 Q. On what basis?

8 A. -- my understanding. It certainly wasn't my
9 understanding of the agreement. They had to go and sell
10 it at world price. And if they could sell it at world
11 price, then that's it, they'd have to prove to us they
12 couldn't. And my approach was world price is established
13 by the last tonne of coal that was sold.

14 Q. Well, let me make sure I've got this. And we can
15 clarify it, perhaps, by reference to the agreement. Is
16 it your understanding of the agreement that if they sold
17 at world price --

18 A. Uh-huh.

19 Q. -- and world price was less than the amount in the
20 take-or-pay agreement, were they to be entitled to seek
21 the differential?

22 A. That is not my understanding.

23 Q. All right.

24 A. Because the price in the take-or-pay agreement was
25 established by using world price.