

MR. CAMERON, EXAM. BY MR. MERRICK

1 figure that attaches some liability." So, yes, there was
2 a lot of discussion about that.

3 Q. And how much did he value the contingent liability
4 at?

5 A. I'm not sure what he did.

6 Q. Would it have been in the vicinity of 14 million?
7 Is that --

8 A. He might have used -- he might have used that
9 figure.

10 Q. Is that probably in the ballpark as to what you
11 recall?

12 A. I don't know. I really wasn't overly concerned
13 about it because I knew it was going to be zero. And for
14 accounting practices if he needed to fulfil his
15 obligation under the law, if that's what he felt was
16 fair, that's fine. But I knew it wasn't going to cost
17 the taxpayers any money.

18 Q. Do you recall if he was putting that contingent
19 liability in as an annual liability? If the take-or-pay
20 were exercised annually?

21 A. I suppose -- I suppose he would have to judge that
22 on whether it was called or not. If they didn't call it,
23 there would be no liability, so I suspect he wouldn't put
24 the figure in then.

25 Q. Under the take-or-pay agreement, the company would