

MR. CAMERON, EXAM. BY MR. MERRICK

1 Q. Did you know about that?

2 A. Yes, I did.

3 Q. And what did you do about it?

4 A. We had a very tough conversation about it. And I
5 reminded them of the commitment made and that they simply
6 wouldn't be getting one cent of money from the Provincial
7 Government, that they could sue us, they could do
8 anything they want, but they were going to honour their
9 commitment. And their commitment was that they would not
10 exercise this agreement.

11 Q. Who did you have that tough conversation with?

12 A. I would say it was Gerald Phillips and Marvin
13 Pelley.

14 Q. And if they sued you, what could you have done about
15 it?

16 A. I would go to the contract and say, "You did not
17 abide by the contract. You did not make an effort to
18 sell this coal. You did not fulfil the obligation under
19 this contract, and, therefore, we owe you no money."

20 Q. I guess that would be a question of evidence for the
21 Court. Let me come back to --

22 A. Oh, I think we'd have a pretty strong ground to
23 stand on.

24 Q. Well, we won't exchange legal opinions. Let me take
25 you back to the December 4th memo that we're looking at.