

MR. CAMERON, EXAM. BY MR. MERRICK

1 about the by-election in Cape Breton. Don said that the
2 Premier still believes they can win the by-election. But
3 Don feels there is no chance of winning because the
4 latest internal opinion poll shows they have only nine
5 percent support."

6 A. We wouldn't want to get into politics now, would we,
7 Mr. Merrick?

8 Q. I'm just reading the stuff you told Gerald Phillips.

9 A. Mmm, well, maybe or maybe not.

10 Q. Paragraph four -- well, I'm not sure where else Mr.
11 Phillips would get an internal poll. Anyway, let's move
12 on.

13 Paragraph four. "Don feels the Premier is prepared
14 to `sell the farm' to try and win the by-election in Cape
15 Breton. Don said he is going to continue to work on the
16 deal with Westray because he does have enough Cabinet
17 support to finalize it. I told Don that we are prepared
18 to sit down immediately to finalize the deal with the
19 Province regardless of what is going to occur with the
20 Feds."

21 Paragraph five. "Don wanted to know what it would
22 take to finalize the deal. I told him that the loan
23 guarantee..." he's talking there, I assume, the 85,000,
24 "...the \$12 million loan, the additional coal sales to
25 Point Tupper..." would they be the 400,000 tonnes he's