

MR. CAMERON, EXAM. BY MR. MERRICK

1 Q. We see in paragraph three that you, Mr. Merriam,
2 Marvyn Robar and Elizabeth Cuddihy would be in
3 attendance. So you would be involved in negotiating
4 these terms, or at least that meeting.

5 Paragraph five, he says: "One of the first items on
6 the agenda is the loan guarantee. Don would like to
7 discuss the risk involved. I know internally,
8 particularly with Tom Merriam, it is felt that the loan
9 guarantee is too risky and the Province would have too
10 much at stake.

11 I have explained to Don that Westray would have more
12 at stake than the Province because the Province would
13 have first call on the assets before Westray. We will
14 have to fully explain how the risks can be shared. This
15 is..."

16 A. What page are you on now?

17 Q. This is page 60.

18 A. Okay.

19 Q. The first page of that memo. This is Westray
20 explaining to a lender, seeking to take security, how to
21 share the risks.

22 We then come to paragraph six: "When we have
23 explained the loan guarantee to their satisfaction,
24 finalizing a deal with the Province will be discussed
25 with the same terms and conditions that have been