

MR. ROGERS, EXAM. BY MR. MERRICK

1 word for it. We'll go and hire Clarkson Gordon, and  
2 they'll give us and you an opinion as to whether this  
3 makes sense or not." And Clarkson Gordon said, "Yes, it  
4 does."

5 Curragh came back with a -- their assessment of what  
6 they thought was a proper analysis, and they had Price  
7 Waterhouse say that that was appropriate.

8 So we gave Price Waterhouse's assessment to Clarkson  
9 and Gordon and said, "Well, what do you think of that?"  
10 They said, "We think it's lousy."

11 So we ended up with the accounting firms shooting at  
12 each other and nobody being any more resolved in their  
13 mind that one set of numbers or another set of numbers  
14 was appropriate.

15 Q. A diversionary skirmish on the sidelines?

16 A. Yes. Yes.

17 Q. All right. And I take it, again, in this letter, if  
18 we look at page 53, we'll see there where the point is  
19 also still being argued that as to what is to be done  
20 with surplus profits and how tightly they were to be  
21 controlled or whatever. Or restricted.

22 A. This became a major issue with me, and I would -- I  
23 was insistent that they -- if there was going to be a  
24 final contract, they were going to have restrictions on  
25 what they could do with cash surpluses.