

Documents in support of Mrs. Elizabeth Moores' testimony

ELIZABETH MOORES

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4	February 3, 1986 , Application for the opening of an account.
5	Photocopy of two business cards (Paul Schnyder and Andre Strobel-Schweizerischer Bankverein.) Includes handwritten note.
6	November 8, 1988 , Invoice from Frank and Beth Moores to Bitucan Holdings Limited. November 15, 1988 , corresponding cheque made out to Frank D. Moores.

EXPRESSCLIP INSTAPRESSE	EDMONTON SUN	AIC: 2-765	POSITION
	DATE: Dec. 16, 1995	PAGE: N 5	X

Moore's says ex-PM smeared

By MICHAEL FIFE

Sun Ottawa Bureau

OTTAWA — Former Newfoundland premier Frank Moore says neither he nor Brian Mulroney received Airbus kickbacks.

In his first complete statement on the Airbus affair, Moore also told The Sun that the RCMP and CBC's the FVA Edzards are wrong to allege he opened a secret Swiss bank account for Mulroney.

His wife, Beth, confirmed a Sun report that she had signing authority on the "Devon" account — opened and owned by Frank Moore — which the RCMP alleged belongs to the former PM.

Swiss businessman George Pelosi claims German dealmaker Karlheinz Schreiber funnelled \$5 million each into two accounts for Mulroney and Moore as part of a \$20-million kickback scheme.

Schreiber, Mulroney and Moore have denied the allegation. Moore, once ministerial adviser to Mulroney, says he opened accounts in February 1994 but had no access to the

self and his wife.

According to account records obtained by The Financial Post, the Devon account never held more than \$500. Moore opened it with \$500 and that amount was diminished by bank charges until 1990 when Moore withdrew the remaining \$271.40 and closed the account.

"Brian Mulroney had absolutely nothing whatever to do with the Devon account or any other bank account of mine," Moore said in an exclusive statement to The Sun and The Financial Post.

Pelosi told the FVA Edzard he and Schreiber were present when Frank Moore opened two accounts. The second account was code-named Devon and Moore referred to it as "B.M." Pelosi said Schreiber told him the initials referred to Mulroney.

But Beth Moore said yesterday that she had access to the Devon account.

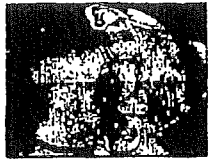
"It was his (Frank's) account which I had signing authority on the day it was opened in February 1994 in Florida. The B.M. was Beth Moore's name. It was never Brian Mulroney's name."

CBC-TV's suggestion that Devon referred to the street the Mulroneys first lived on is also wrong, Beth Moore said. "It is because Frank's family emigrated from Devon, England," she said. Moore said he picked Devon as a bank code word.

Moore also repeated his denial he acted as a lobbyist in the \$1.8-billion sale of Airbus jets to Air Canada in 1986 or paid bribes to Mulroney as alleged by the RCMP.

"Neither I nor GCI (his consulting firm) have received any money whatsoever from Airbus for any purpose, either for myself or on behalf of anyone else."

Moore suggested he is considering legal action against the media, in particular the CBC as well as journalist Steve O'Brien for allegations in her book *One Step at a Time*.



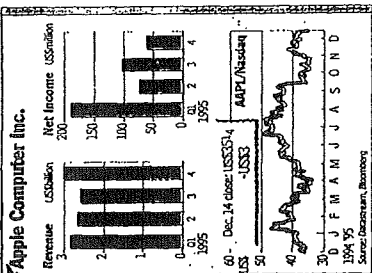
Frank Moore Reported

The Financial Post

\$1.50

Canada's Business Voice •••••••••• 7007 December 16-18, 1995

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U.S. soap maker launches lawsuit

Documents show 'Devon' account held only \$500

BY PHILIP MATHIAS
The Financial Post

Former prime minister Brian Mulroney has never had any connection to the "Devon" bank account in Zurich, Switzerland, says Mulroney friend and former lobbyist Frank Moores.

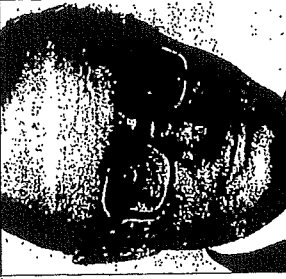
The ex-premier of Newfoundland also denies any personal involvement in the Airbus affair. Moores made the statements in an interview confirming information about Devon found in account documents that have been obtained by The Financial Post.

They reveal that the most money the account ever contained was \$500. "Brian Mulroney had absolutely nothing whatever to do with the De-

von account or any other account of mine," Moores said, adding that allegations that Moores himself was "in any way involved in ... Air Canada's decision to purchase the Airbus aircraft, as a lobbyist or a conduit for illegal payments, are completely false."

The account records show that Moores opened Devon in 1986 with \$500, an amount that was diminished by bank charges until 1990, when Moores withdrew the remaining \$271.40 and closed the account. The account documents contain no record of any major sums passing through.

Moores, who said he hopes to avoid intense news media attention, said the contents of Devon and other relevant information will be fully re-



Moores: Account closed in 1990.

government of Canada. The Devon bank statements are on standard Swiss Bank Corp. forms. They reveal the account was opened Feb. 4, 1986, and was denominated in Canadian dollars. Moores made two deposits of \$250 each. From 1986 to 1990, Swiss Bank Corp. debited the account by \$182.20 in charges and fees that were heavy, but not uncommon in Switzerland. In 1990, Moores withdrew the remaining \$271.40.

The final statement, dated Oct. 12, 1990, shows a zero balance. Moores says there was no further activity and the bank closed the account.

Moores' original application to open the account gave power of at-

See MOORES: page 2

Entrepreneurs facing new challenges

Growing pressures from new markets, governments

ROD MCQUEEN **EA** better They cannot afford the

5746

Financial Post - Dec. 16-18th 1995

Application for the opening of an account
 00015 J4:FEB 86 07 41
 With Swiss Bank Corporation in Zürich, SW/CH 184 Ref. Devon

Typewriter or block capitals
 CSITZ 'STAM
 Nr. P 0 - 3 4 1 1 7

Account-holder(s) (Married women, please indicate maiden name)	Name and first names	Legal Domicile (exact address)	Nationally Date of birth	Profession
<u>Moore's Frank Duff</u>		<u>403 Clarke Ave. Westmount, Quebec Canada</u>	<u>Canada 18.2.39</u>	<u>Merchant</u>

References / Identity Papers Pass No. JC-250987-2
 Correspondence (Language anglaisch)
 except in the case of special circumstances left at the bank's discretion
 To be sent to the following address:
 To be retained, against remuneration, by the Bank which is hereby discharged of any liability for possible consequences. Mail not claimed by me/us can be destroyed after a period of 3 years.
 Power of Attorney in favour of (Please indicate name, first name and domicile)
Elizabeth Moores (wife)

Moore's wife held power of attorney

Continued from page one

torney to his wife, Elizabeth (Beth) Moores.

Moores said news stories that the account was opened for her benefit are not correct. He opened the account, he said, to hold the proceeds of European business deals that were planned, but did not materialize.

He chose the name Devon, he said, because his parents come from Devon, England, and he has a relative named Devon. The name was not chosen because Mulroney lived on Devon Street in Montreal 15 years ago, Moores said.

The account documents appear to put a dent in Royal Canadian Mounted Police allegations the Devon account was used by Moores to pass millions of dollars of secret commissions from Airbus Industrie SA to Mulroney in connection with Air Canada's \$1.8-billion purchase of aircraft in 1988.

The RCMP's allegations rest primarily on similar claims made by a CBC television program, the Fifth Estate. Executive producer David

Studer denies speculation in three newspapers that the CBC showed the RCMP its documents. "That would be a violation of CBC policy and journalistic ethics," he said.

The Justice Department recently asked Swiss authorities to reveal the contents of Devon and other bank accounts alleged to be connected to the Airbus affair. The Swiss are considering Canada's request.

The Justice Department letter to the Swiss said Airbus paid at least \$11 million in secret commissions to a Lichtenstein company, which is alleged to have then sent money to Moores through a German businessman, Karlheinz Schreiber.

The Justice Department says: "Moores went to . . . [the bank] in Zurich, Switzerland, in 1986 or 1987 to open two bank accounts, numbered 34107 and 34117, the latter account using the password Devon." The letter declares, "The account 34117 was opened to channel a portion of the funds to Mr. Mulroney."

All parties to the Airbus scandal have denied these allegations. Airbus says there was no agreement to pay commissions on the Air Canada

purchase.

Mulroney is suing the government, saying the Justice Department document is defamatory.

For his part, Schreiber said "Brian Mulroney is completely innocent of the charges against him."

The allegation that Devon was designated for Mulroney payoffs comes primarily from a Swiss accountant, Giorgio Pelossi, who is involved in a dispute with Schreiber.

In a Fifth Estate interview, Pelossi said Schreiber told him Devon was for Mulroney. The Fifth Estate displayed a business card on which Pelossi was said to have written "34117" and the initials "BM" at the time the conversation is alleged to have taken place with Schreiber. The initials BM were understood to stand for Brian Mulroney rather than Beth Moores.

But Pelossi also said he had no direct knowledge of any payments being made to Mulroney. When told by The Financial Post that the Devon account held only \$500, Pelossi said he found that "unbelievable."

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L'enquête de la GRC se poursuit dans l'affaire Airbus

LA PRESSE MONTREAL, QUE
DEC 24 1995

Presse Canadienne
TORONTO

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■ La GRC affirme avoir suffisamment d'éléments en main pour continuer son enquête sur l'affaire Airbus, en dépit de la poursuite pour libelle déposée contre le gouvernement fédéral par l'ancien premier ministre Brian Mulroney.

« Rien n'a changé depuis un mois, nous allons toujours de l'avant avec ce que nous avons », a déclaré au quotidien Toronto Star une source haut placée au sein de la GRC.

« La poursuite au civil ne nous inquiète pas. Nous avons fait notre travail. En nous basant sur l'information que nous avons, nous continuons. Et le but est de déterminer s'il y a eu des pots-de-vin ou non, si la loi a été violée, et de faire ce que nous avons à faire avec l'information suisse. »

La poursuite nuit toutefois à l'enquête, a déclaré cette même source.

« Cela pourrait avoir pour effet d'intimider certains témoins. Des gens qui auraient pu être prêts à venir témoigner avant la poursuite voient maintenant cette dernière et disent : le ne veux pas que mon nom apparaisse dans cette affaire. »

Brian Mulroney a intenté une poursuite de 50 millions contre le ministère fédéral de la Justice et la GRC en raison d'une lettre envoyée par ceux-ci aux autorités suisses, lettre dans laquelle ils réclament des informations sur des allégations veulant que Brian Mulroney et l'ancien lobbyiste Frank Moores aient reçu des pots-de-vin pour garantir la vente, pour 1,8 milliard, d'avions Airbus à Air Canada en 1988.

La police suisse a accepté de coopérer, mais des démarches judiciaires ont depuis bloqué l'affaire outre-Atlantique.

Vendredi, Frank Moores a fait savoir qu'il entendait poursuivre le réseau anglais de Radio-Canada pour un reportage diffusé dans le cadre de l'émission d'affaires publiques The Fifth Estate. Il affirme n'avoir jamais fait de lobbying au nom du constructeur d'avions Airbus.

Moore's suing CBC over Airbus stories

DEC 23 1995 43
Former premier denies receiving payments, lobbying Air Canada for lucrative contracts

BY ESTANISLAO OZIEWICZ
The Globe and Mail

TORONTO — Former Ottawa lobbyist Frank Moores intends to sue the CBC for libel in connection with some of its broadcasts on the Airbus affair, his lawyer said yesterday.

Toronto lawyer Edgar Sexton telephoned The Globe and Mail to say he has issued a notice of intent to sue the CBC program the 5th estate and the CBC's Newsworld channel.

Mr. Sexton would not provide a copy of the notice, which he said has been served on the CBC.

But Mr. Sexton said the gist of Mr. Moores's legal action is that stories on the 5th estate and Newsworld were "wholly false in describing Mr. Moores as lobbying on behalf of Airbus with Air Canada, in being involved in any way in the contracts with Air Canada, in receiving money for payment in connection with any work that he did with Airbus, because he didn't do any, and, in particular, in using influence with Mr. [Brian] Mulroney to obtain that contract. All of that is false and has severely damaged Mr. Moores's reputation."

The RCMP is investigating allegations of improper payments made in connection with the \$1.8-billion sale of 34 Airbus jets to Air Canada in

1988. Mr. Sexton said Mr. Moores, former premier of Newfoundland, declined a request by The Globe and Mail for an interview. Mr. Moores lives in Jupiter, Fla.

Mr. Mulroney has already begun his own libel action, in Montreal, against the federal Justice Department and the RCMP, claiming the request from Ottawa to Swiss authorities for help in the RCMP investigation damaged his reputation.

In Canada's letter of request, the RCMP said it was investigating allegations that part of millions of dollars in commissions in connection with the Airbus sale ended up in Swiss bank accounts designated for Mr. Moores, Mr. Mulroney and German-Canadian businessman Karl-Heinz Schreiber. All three have denied having anything to do with the deal that resulted in Air Canada choosing a bid by Airbus, based in Toulouse, France, over a rival offer from Boeing Co. of Seattle.

In recent published reports, Mr. Moores denied opening a secret Swiss bank account for Mr. Mulroney said the so-called Devon account was opened Feb. 6, 1986, for personal use and that his wife, Beth, had signing authority. He said it never held more than \$500 and was closed in 1990.

Arrests made in long-distance fraud

MONTREAL — Two men have been arrested for allegedly using Canadian telephone companies to arrange overseas calls for clients in Lebanon and the Indian subcontinent, the RCMP said yesterday.

Police raided a home in suburban LaSalle on Thursday and arrested a man accused of using a stolen phone program to route calls between India or Pakistan and other countries.

Earlier in the week, a 33-year-old Montreal resident was accused of defrauding three telephone companies of \$337,000 while illegally arranging telephone calls out of Lebanon.

Police said the man was taking advantage of conditions in Lebanon in 1993 and 1994 when telephone lines out of that country were hard to get but calls could come in. The man, who is also charged with telecommunications theft, is accused of calling into Lebanon and selling several hours of telephone time to brokers in Lebanon, who would then resell by the minute to local customers.

— CP

GLOBE & MAIL TORONTO, ONT
DEC 23 1995 AH

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Please complete form using
typewriter or block capitals

Noté

Application for the opening of an account

00015 04.FEB.86 07 41

CSITZ NSTAM
Nr. 0 - 3 4 1 1 7

Ref. Devon 118.

with Swiss Bank Corporation in Zürich SV/CI 184

Account-holder(s) Name and first names (Married women, please indicate maiden name)	Legal Domicile (exact address)	Nationality Date of birth	Profession
Moores Frank Duff	403 Clarke Ave. Westmount, Quebec Canada	Canada 18.2.33	Merchant

References / Identity Papers Pass No JC 250987 2

Correspondence (Language englisch)
 — except in the case of special circumstances left at the bank's discretion —
 To be sent to the following address:

To be retained, against remuneration, by the Bank which is hereby discharged of any liability for possible consequences.
 Mail not claimed by me/us can be destroyed after a period of 3 years.

Power of Attorney in favour of
(as per separate document) Elizabeth Moores (wife)
 (Please indicate name, first name and domicile)

Account / Securities deposit / Precious metals

- Account in Swiss francs
- Current account in foreign currency Can-\$ 10
- Securities deposit
- Metal account
-

Remittances received in a currency for which there is no corresponding account are to be credited at the Bank's discretion to an already existing account or to be maintained in the currency received.
 If a Joint Account is opened, remittances received in the sole favour of one account holder only shall automatically be credited to the joint account, unless a separate account exists in the exclusive favour of the beneficiary or unless the Bank is in possession of instructions to the contrary.

Capital increases

- Please ask for instructions
- Exercise the rights

- Sell the rights
- The Bank is authorized to act at its discretion in the customer's interests

Special instructions

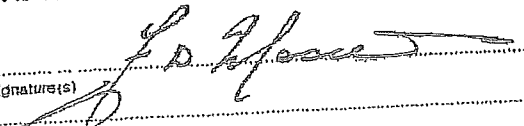
The Bank is discharged of all liability for decisions left to its discretion.

I/We acknowledge having taken note of the translation of the General Conditions reproduced on the reverse side and consider myself/ourselves bound by the official text in French and furthermore accept jurisdiction of the Courts in Zürich.

Metal accounts and the custody of precious metals and coins are subject to separate regulations.
 As far as a married woman is by law required to obtain her husband's consent to maintain this account, the Bank may consider this consent as having been given.

Zürich, 3.2.1986

Place / Date

Signature(s) 

P. Schwyder

(A)

F. Morte + BM

34107
34117 DEVON

Paul Schnyder
Prokurist



Schweizerischer
Bankverein

Paradeplatz 6
8022 Zürich
☎ 01 223 30 33



Schweizerischer Bankverein
Société de Banque Suisse
Società di Banca Svizzera
Swiss Bank Corporation

CH-8022 Zürich.
Paradeplatz 6
☎ 01/223 25 66
Telex B12 581 bvz ch
Fax 01/223 33 46

André Strobel
llc, oec, publ.
Prokurist

CH-8022 Zürich. Paradeplatz 6 ☎ 01/223 25 66 Telex B12 581 bvz ch Fax 01/223 33 46 André Strobel llc, oec, publ. Prokurist

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Frank and Beth Moores
403 Clarke Ave.
Westmount, Que.,
H3W 3C3

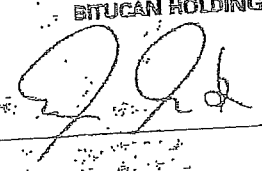
November 8, 1988

Bitucan Holdings Limited
1204, 333 - 7th Avenue S.W.
Calgary, Alberta
T2P 2Z1

I N V O I C E

For Services Rendered by Frank
D. Moores on your behalf

\$90,000.00

BITUCAN HOLDINGS LTD.		107
1204, 333 - 7 AVENUE S.W. PHONE 269-9377 CALGARY, ALBERTA T2P 2E1		November 15 19 88
PAY TO THE ORDER OF <u>Frank D. Moores</u>		\$ 90,000.00
REGISTERED 184P11061		100 DOLLARS
Re: Invoice 8.11.1988		BITUCAN HOLDINGS LTD.
Bank of Montreal 508 - 6TH STREET S.W. CALGARY, ALBERTA T2P 1X3		PER 
N° 0000 107 N° 1250 29 00 12 10 12 00 78 50		