

Commission of Inquiry into Certain Allegations
Respecting Business and Financial Dealings
Between Karlheinz Schreiber and
the Right Honourable Brian Mulroney



Commission d'enquête concernant les allégations
au sujet des transactions financières et
commerciales entre Karlheinz Schreiber et
le très honorable Brian Mulroney

Public Hearing

Audience publique

Commissioner

L'Honorable juge /
The Honourable Justice
Jeffrey James Oliphant

Commissaire

Held at:

Bytown Pavillion
Victoria Hall
111 Sussex Drive
Ottawa, Ontario

Wednesday, April 15, 2009

Tenue à :

pavillion Bytown
salle Victoria
111, promenade Sussex
Ottawa (Ontario)

le mercredi 15 avril 2009

APPEARANCES / COMPARUTIONS

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1 Ottawa, Ontario / Ottawa (Ontario)
2 --- Upon resuming on Wednesday, April 15, 2009
3 at 9:35 a.m. / L'audience reprend le mercredi
4 15 avril 2009 à 9 h 35

5 4959 COMMISSIONER OLIPHANT: Good morning,
6 counsel. Good morning. Be seated, please.

7 4960 Mr. Schreiber, I remind you that you
8 are still under oath, sir. Thank you.

9 PREVIOUSLY SWORN: KARLHEINZ SCHREIBER /
10 SOUS LE MÊME SERMENT : KARLHEINZ SCHREIBER

11 4961 COMMISSIONER OLIPHANT: Mr. Wolson.
12 4962 MR. WOLSON: Thank you, sir.

13 4963 Just before we start I want to advise
14 you, sir, that Mr. Schreiber -- and he knows this --
15 will be recalled at a later time, sometime in May. I
16 can't recall the dates presently, but he will be
17 recalled in May and, as well, he has standing in Part
18 II.

19 4964 So it is important that Mr. Schreiber
20 be available on those dates and I'm sure that you would
21 want him available on those dates.

22 4965 COMMISSIONER OLIPHANT: Is there a
23 concern that he won't be available?

24 4966 MR. WOLSON: Well, not from
25 Mr. Schreiber's perspective, but you should, in my

1 view, request and order that he be here on the dates in
2 May and that he be available for Part II.

3 4967 You may want to think about that and
4 take that under advisement, but I want to raise that
5 with you now.

6 4968 COMMISSIONER OLIPHANT: Mr. Schreiber
7 is here subject to a subpoena --

8 4969 MR. WOLSON: That is so.

9 4970 COMMISSIONER OLIPHANT: -- which, as
10 far as I'm concerned, remains in force until the
11 Commission excuses him.

12 4971 Are you suggesting that something
13 further may be required to ensure his continued
14 attendance?

15 4972 MR. WOLSON: I think your comments
16 are well taken. Thank you.

17 4973 COMMISSIONER OLIPHANT: All right.

18 4974 MR. WOLSON: Secondly, with the
19 consent of Mr. Auger, I would like to file as an
20 exhibit in the cause the summary of the interview of
21 Mr. Schreiber, by consent.

22 --- Pause

23 4975 MR. WOLSON: Good morning,
24 Mr. Schreiber.

25 4976 MR. SCHREIBER: Good morning,

1 counsel.

2 4977 COMMISSIONER OLIPHANT: Before you
3 proceed, Mr. Wolson, I just want to formalize that if
4 we could.

5 4978 That will be Exhibit P-8 then, the
6 summary of the statement. That is by consent of all
7 counsel?

8 4979 Mr. Pratte...?

9 4980 MR. PRATTE: (Off microphone).

10 4981 COMMISSIONER OLIPHANT: Right.

11 EXHIBIT NO. P-8: Summary of
12 interview statement of Mr.
13 Schreiber

14 EXAMINATION: KARLHEINZ SCHREIBER BY MR. WOLSON
15 (continued) / INTERROGATOIRE : KARLHEINZ SCHREIBER PAR
16 Me WOLSON (suite)

17 4982 MR. WOLSON: Mr. Schreiber, just to
18 recap, you met Prime Minister Mulroney at Harrington
19 Lake on the 23rd of June?

20 4983 MR. SCHREIBER: Yes, sir.

21 4984 MR. WOLSON: You made an agreement
22 for the future?

23 4985 MR. SCHREIBER: Yes, sir.

24 4986 MR. WOLSON: That he would perform
25 certain services on your behalf and that he undertook

1 to support the efforts in obtaining approval for the
2 establishment of a production facility for light
3 armoured vehicles by Bear Head Industries?

4 4987 MR. SCHREIBER: Not for me, for
5 Thyssen Bear Head Industries.

6 4988 MR. WOLSON: I'm using the exact
7 wording of your affidavit.

8 4989 MR. SCHREIBER: I see.

9 4990 MR. WOLSON: Which you swore as the
10 truth.

11 4991 MR. SCHREIBER: As the Chairman of
12 the company.

13 4992 MR. WOLSON: Yes. You swore the
14 affidavit.

15 4993 MR. SCHREIBER: Yes. I just wanted
16 to get the right understanding. It was not personal
17 service for me, it was in my job with Bear Head.

18 4994 MR. WOLSON: Again, I am using your
19 document which you swore as true.

20 4995 MR. SCHREIBER: Yes, okay. Yes.

21 4996 MR. WOLSON: You then met
22 Mr. Mulroney at Mirabel on the 27th of August '93, as
23 agreed at Harrington Lake on the 23rd of June, and you
24 hired Mr. Mulroney to lobby on behalf of Bear Head to
25 establish a plant in Montréal East.

1 4997 MR. SCHREIBER: Yes.

2 4998 MR. WOLSON: You told Mr. Roitenberg
3 when he interviewed you, you said the following, page
4 2, the last paragraph on the page. I will read it to
5 you.

6 "Mr. Schreiber provided details
7 about the meetings at Harrington
8 Lake, Mirabel Airport, the Queen
9 Elizabeth Hotel and the Pierre
10 Hotel. The meeting at
11 Harrington Lake and their
12 subsequent meetings all related
13 to the establishment of a plant
14 for Thyssen in Montréal."

15 (As read)

16 4999 MR. SCHREIBER: That's correct, sir.

17 5000 MR. WOLSON: By the way, as to your
18 statement that we just filed as an exhibit, you read it
19 over, you made a few corrections and in effect we have
20 the truth?

21 5001 MR. SCHREIBER: Which statement are
22 you referring to?

23 5002 MR. WOLSON: The one that you gave to
24 Mr. Roitenberg in my office.

25 5003 MR. SCHREIBER: Yes, that's correct.

1 5004 MR. WOLSON: I want to refer you to
2 Eurocopter, November 24, 2004.

3 5005 You testified under oath.

4 5006 MR. SCHREIBER: Yes.

5 5007 MR. WOLSON: Page 59, November 24,
6 2004. A question by Mr. Bernstein, the prosecutor.
7 You were asked this question and did you give this
8 answer:

9 "Have you subsequently hired any
10 elected government officials who
11 were part of the government,
12 elected government officials who
13 were part of the government
14 between 1985 and to 1993 and you
15 subsequently hired them?"

16 5008 Answer:

17 "No, not between, in 1993.
18 In '93?
19 Yes.
20 When in '93?
21 Oh, I think it was close to
22 December or even -- maybe even
23 '94." (As read)

24 5009 Were you asked those questions and
25 did you give those answers?

1 5010 MR. SCHREIBER: Yes.

2 5011 MR. WOLSON: Page 60, top of the
3 page:

4 "Who was that, sir? Who were
5 they? Who were these people?"

6 5012 You said:
7 "This was Mr. Mulroney."
8 (As read)

9 5013 Were you asked those questions and
10 did you give those answers?

11 5014 MR. SCHREIBER: Yes.

12 5015 MR. WOLSON:
13 "Anybody else? No. And he
14 dealt with his position to make
15 it very simple for you, Mr.
16 Bernstein, as a member of the
17 Board of Midland Archer Daniels.
18 Midland Archer Daniels, it's a
19 huge American company dealing
20 with food and agriculture
21 products." (As read)

22 5016 Were you asked those questions and
23 did you give those answers?

24 5017 MR. SCHREIBER: Yes.

25 "MR. BERNSTEIN: Was there any

1 discussion respecting this
2 hiring before January of '94?"

3 5018

Answer:

4 "No and yeah. In '93 perhaps.
5 I'm not too convinced whether
6 that was this particular case.
7 You asked me whether I did. I
8 had many things in mind. I told
9 you I wanted to hire Mr.
10 Mulroney for Thyssen to be doing
11 the same thing he's doing now
12 and it would have been a nice
13 thing to have a previous
14 Canadian Prime Minister on a
15 peacekeeping track for Thyssen
16 products again this government
17 wanted the German companies to
18 do. I would have been very
19 happy if he would have done
20 this. Unfortunately, we had no
21 chance for that, but yes, I was
22 involved in the pasta business
23 and enriched durum semolina
24 products and this is the moment
25 when I spoke to him about Archer

1 5028 MR. WOLSON: Why didn't you tell that
2 to the judge?

3 5029 MR. SCHREIBER: It dealt all with MBB
4 and I thought there is no need for me to say that.

5 5030 MR. WOLSON: If it dealt with MBB,
6 why are you talking about the pasta business?

7 5031 MR. SCHREIBER: That was in '94 when
8 he gave me the brochures.

9 5032 MR. WOLSON: I see. That's your
10 answer, is it?

11 5033 MR. SCHREIBER: Yes.

12 5034 MR. WOLSON: My suggestion to you is
13 that you weren't telling the truth at this hearing at
14 Eurocopter when you were under oath.
15 5035 What do you say to that?

16 5036 MR. SCHREIBER: No.

17 5037 MR. WOLSON: No.

18 5038 At page 60:
19 "I wanted to hire Mr. Mulroney
20 for Thyssen to do the same thing
21 he is doing now." (As read)

22 5039 What he was doing in 2004 when you
23 testified, is he was lobbying internationally.

24 5040 MR. SCHREIBER: Was this a question,
25 internationally?

1 5041 MR. WOLSON: My suggestion to you is
2 that you knew Mr. Mulroney was acting for companies on
3 an international basis in 2004.

4 5042 MR. SCHREIBER: Not only.

5 5043 MR. WOLSON: I see. You talked not
6 of an agreement that you made at Harrington Lake for
7 Bear Head. What you said at page 61 were these
8 comments:

9 5044 Question:

10 "These thoughts or this idea you
11 had, this plan that we are
12 talking about, what time?"

13 5045 Answer:

14 "After Mulroney has left
15 government." (As read)

16 5046 Did you make that answer?

17 5047 MR. SCHREIBER: Yes.

18 5048 MR. WOLSON: Why didn't you tell the
19 judge about the agreement that you made at Harrington
20 Lake?

21 5049 MR. SCHREIBER: I saw no need for it
22 because it all dealt with MBB, and when you look at the
23 transcript Judge Belanger stopped it all the time and
24 wanted to keep it exactly where it is. And all those
25 questions were dealt with already at the Ethics

1 Committee and you saw the answers.

2 5050 MR. WOLSON: You know, Mr. Schreiber,
3 I would love to use the Ethics Committee in my
4 cross-examination of you, but I can't. You know that
5 and I know that.

6 5051 MR. SCHREIBER: Aren't the
7 transcripts public?

8 5052 MR. WOLSON: They are. They are. As
9 a matter of fact, you wrote a letter about it.

10 5053 I could remind you of it if you want
11 me to, but rather than having this discussion I can't
12 use those transcripts, but I can use the transcript
13 from Eurocopter where you didn't give truthful answers.

14 5054 MR. SCHREIBER: I see it different,
15 but what can I do.

16 5055 MR. WOLSON: Okay. By the way,
17 yesterday I asked you about donations that you gave to
18 political parties and I referred you to Book 2, Tab
19 146I.

20 5056 You might want to just grab that.
21 Book 2.

22 5057 MR. SCHREIBER: Yes.

23 5058 MR. WOLSON: Tab 146I.

24 --- Pause

25 5059 MR. SCHREIBER: Yes.

1 5060 MR. WOLSON: And just before I go
2 there, you told the Commissioner yesterday that the
3 pasta business didn't start until 1998. Yes...?
4 5061 MR. SCHREIBER: In Canada, yes.
5 5062 MR. WOLSON: I see.
6 5063 You hired Mr. Mulroney for Europe?
7 5064 MR. SCHREIBER: No, it was related to
8 the durum semolina stuff where Archer Daniels is a
9 great -- what can I say -- purchaser of these products.
10 5065 MR. WOLSON: What year did you hire
11 him?
12 5066 MR. SCHREIBER: H'm?
13 5067 MR. WOLSON: What year did you hire
14 him?
15 5068 MR. SCHREIBER: Whom?
16 5069 MR. WOLSON: Mr. Mulroney.
17 5070 MR. SCHREIBER: It started in '94
18 when he gave me these brochures from Archer Daniels.
19 5071 MR. WOLSON: I see. But yesterday
20 you told the judge, the Commissioner here, that it was
21 '98.
22 5072 MR. SCHREIBER: What?
23 5073 MR. WOLSON: That you started that
24 business.
25 5074 MR. SCHREIBER: No, for Canada.

1 5075 MR. WOLSON: I see.

2 5076 MR. SCHREIBER: Mr. Mulroney had
3 nothing to do with the development of the machines in
4 the pasta in Europe.

5 5077 MR. WOLSON: Book 2, Tab 146. Do you
6 have it out?

7 5078 MR. SCHREIBER: Yes.

8 5079 MR. WOLSON: This was the political
9 donations and I was asking you about them yesterday.
10 5080 Do you have that in front of you, Tab
11 146I?

12 5081 MR. SCHREIBER: Yes.

13 5082 MR. WOLSON: At October 12th you had
14 the five entries?

15 5083 MR. SCHREIBER: Yes.

16 5084 MR. WOLSON: You said that you
17 learned about it sometime later.

18 5085 MR. SCHREIBER: Yes.

19 5086 MR. WOLSON: Look at October 11th.
20 It's on the same page.

21 5087 MR. SCHREIBER: Yes...?

22 5088 MR. WOLSON: It says "Jorgen
23 Haastert" --

24 5089 MR. SCHREIBER: Yes...?

25 5090 MR. WOLSON: -- "\$30,000."

1 5091 MR. SCHREIBER: Yes.

2 5092 MR. WOLSON: It's the same 30,000
3 that these donations add up to.

4 5093 MR. SCHREIBER: Yes.

5 5094 MR. WOLSON: You knew it obviously on
6 the 11th of October.

7 5095 MR. SCHREIBER: No. The point is --
8 and I thought about this -- somebody must have told me
9 that Thyssen tries to donate to the Liberal party and
10 they wrote down the names of who would be a recipient.
11 This added up to \$30,000.

12 5096 I must have spoken to Mr. Haastert
13 and Mr. Massmann about it and that, but it never
14 materialized.

15 5097 MR. WOLSON: Never materialized?

16 5098 MR. SCHREIBER: Never.

17 5099 MR. WOLSON: I see.

18 5100 MR. SCHREIBER: Now, yesterday I
19 could not recall, because I was too tired yesterday
20 afternoon, where I learned about it.

21 5101 It was at the Ethics Commission when
22 Mr. Martin and the lawyer from Québec both asked me
23 about the donations to the Liberals and I was surprised
24 because I didn't recall anything on it. And then I
25 said it must have been Mr. Alford who did this, because

1 the Ethics Commission people had the information from
2 Elections Canada about the donations and it was
3 \$10,000.

4 5102 And then when Mr. Alford was asked
5 from the people from the Ethics Commission, he
6 confirmed that he has cut the cheque for \$10,000 from
7 Bear Head for the Liberals.

8 5103 MR. WOLSON: And that's why it's in
9 your diary on October 11th and October 12th, about two
10 weeks before the election?

11 5104 MR. SCHREIBER: Yes. I see -- I told
12 you right now, they must have asked me who could be it
13 or this was a discussion, but that did not materialize.

14 5105 MR. WOLSON: I see. All right, sir.

15 5106 MR. SCHREIBER: And I didn't recall
16 this at all. I mean for me it was not important.

17 5107 COMMISSIONER OLIPHANT: Mr.
18 Schreiber, could I ask you to pull the microphone a
19 little closer to you?

20 5108 MR. SCHREIBER: Yes.

21 5109 COMMISSIONER OLIPHANT: That's
22 better, thanks.

23 5110 MR. SCHREIBER: Thank you.

24 5111 MR. WOLSON: Yesterday you talked
25 about the struggles of Bear Head with government;

1 right?

2 5112 MR. SCHREIBER: Yes.

3 5113 MR. WOLSON: You signed the UIP

4 September 27, 1988?

5 5114 MR. SCHREIBER: Yes.

6 5115 MR. WOLSON: In Book 1, Tab 50 --

7 5116 MR. SCHREIBER: Book 1, Tab 50, yes.

8 5117 MR. WOLSON: -- there is a letter

9 from Mr. McKnight from the Department of National

10 Defence.

11 5118 MR. SCHREIBER: Yes.

12 5119 MR. WOLSON: This is the letter

13 summarized in a line or two where he tells you that the

14 government is prepared to let your company bid on light

15 armoured vehicles and that it is a five-year period

16 that you could bid.

17 5120 You recall that?

18 5121 MR. SCHREIBER: Yes.

19 5122 MR. WOLSON: But yet Mr. Fowler, who

20 was the Deputy Minister, had told you from the

21 beginning -- and I showed you yesterday a document

22 where you complained to the Prime Minister,

23 Mr. Mulroney, that you weren't going to get this

24 project.

25 5123 You recall that document?

1 5124 MR. SCHREIBER: No, he didn't tell me
2 this.

3 5125 MR. WOLSON: Well, let's take a look
4 at Tab 67A, Book 1.

5 5126 MR. SCHREIBER: Sixty-seven, yes.

6 5127 MR. WOLSON: I think I have referred
7 you to the wrong document. Just hold on for one
8 moment.

9 --- Pause

10 5128 MR. WOLSON: I will come back to that
11 in a moment because I'm having trouble finding the
12 document, but I will come back to that.

13 5129 But let me ask you --

14 5130 MR. SCHREIBER: Perhaps you can tell
15 me what the document is. I may know it offhand.

16 5131 MR. WOLSON: Oh, I'll find it.
17 That's fine.

18 5132 MR. SCHREIBER: Okay.

19 5133 MR. WOLSON: Thank you for the offer,
20 though.

21 5134 You talked yesterday of wanting a
22 memo of understanding, a memorandum of understanding.

23 5135 MR. SCHREIBER: Yes.

24 5136 MR. WOLSON: In Book 1, Tab 60 --

25 5137 MR. SCHREIBER: Yes.

1 5138 MR. WOLSON: Do you have that?
2 5139 MR. SCHREIBER: Yes.
3 5140 MR. WOLSON: A Memorandum of
4 Understanding.
5 5141 MR. SCHREIBER: Yes. Yes.
6 5142 MR. WOLSON: If you look at the back
7 of that document, page 5, this is the document that you
8 wanted; right?
9 5143 You wanted the government to give you
10 a Memorandum of Understanding?
11 5144 MR. SCHREIBER: Yes.
12 5145 MR. WOLSON: But if you look at the
13 back of that document there are only two signatures on
14 that document.
15 5146 MR. SCHREIBER: Yes.
16 5147 MR. WOLSON: There is your friend
17 Elmer MacKay --
18 5148 MR. SCHREIBER: Yes.
19 5149 MR. WOLSON: -- and your name,
20 Karlheinz Schreiber.
21 5150 MR. SCHREIBER: Yes.
22 5151 MR. WOLSON: There is no signature
23 for the Minister of Defence.
24 5152 MR. SCHREIBER: Yes.
25 5153 MR. WOLSON: Do you know why?

1 5154 MR. SCHREIBER: I think this
2 agreement did not go to the final stage. That
3 agreement that was finally signed is different, with
4 different people. It's a different time.

5 5155 MR. WOLSON: So you couldn't get
6 Mr. McKnight to sign?

7 5156 MR. SCHREIBER: No, it was not a
8 discussion with Mr. McKnight.

9 5157 This was -- Mr. Wolson, this was not
10 my job. That was the job of ACOA to get that done.

11 5158 MR. WOLSON: And who was the head of
12 ACOA at that time?

13 5159 MR. SCHREIBER: It could be
14 Mr. MacKay or Mr. Murray.

15 5160 MR. WOLSON: Yes. So that was -- as
16 a matter of fact, Mr. MacKay signs as being from ACOA,
17 you will see.

18 5161 MR. SCHREIBER: Yes, but later on
19 when the next agreement was signed --

20 5162 MR. WOLSON: Yes...?

21 5163 MR. SCHREIBER: -- letter of intent,
22 it was not Mr. MacKay any more. It was somebody else.

23 5164 MR. WOLSON: Did you ever get a
24 Memorandum of Understanding?

25 5165 MR. SCHREIBER: Yes.

1 5166 MR. WOLSON: Oh, you got one?

2 5167 MR. SCHREIBER: Yes.

3 5168 MR. WOLSON: Okay. But that didn't

4 help you. You had a UIP --

5 5169 MR. SCHREIBER: Yes.

6 5170 MR. WOLSON: -- you had a Memorandum

7 of Understanding --

8 5171 MR. SCHREIBER: And the letter from

9 Mr. McKnight.

10 5172 MR. WOLSON: -- and the letter from

11 Mr. McKnight.

12 5173 MR. SCHREIBER: Yes.

13 5174 MR. WOLSON: So you had everything

14 from government that seemed to indicate that you were

15 going to get Bear Head done?

16 5175 MR. SCHREIBER: Yes. And, by the

17 way, when you refer to Mr. Fowler, it was in the very

18 early stage when I had the first meeting with him where

19 he told us that Canadians don't need equipment which

20 has protection against chemical and biochemical warfare

21 and things like this. It was much earlier.

22 5176 So I reported about that meeting to

23 Mr. McKnight. So this was at a much earlier stage.

24 5177 MR. WOLSON: Yes. But you also

25 reported it to the Prime Minister; 67A, if you would

1 look at that document, please, Book 1.

2 5178 MR. SCHREIBER: Yes.

3 5179 MR. WOLSON: Page 2 in your letter to
4 the Prime Minister.

5 5180 MR. SCHREIBER: Book 1, 67?

6 5181 MR. WOLSON: Sixty-seven A.
7 Six-seven A. Not 167, but 67, Book 1.

8 --- Pause

9 5182 MR. SCHREIBER: Sixty-seven and then
10 A, okay. Yes. Now I have it.

11 5183 MR. WOLSON: This is a letter that
12 you wrote to Prime Minister Mulroney?

13 5184 MR. SCHREIBER: Yes.

14 5185 MR. WOLSON: April 19, 1991.

15 5186 MR. SCHREIBER: Yes, sir.

16 5187 MR. WOLSON: That would be after the
17 letter that you got from Mr. McKnight which came in
18 January of 1990?

19 5188 MR. SCHREIBER: Yes.

20 5189 MR. WOLSON: So in 1991, April 19th,
21 you are writing to the Prime Minister at page 2:
22 "Lastly, about the comments of
23 Mr. Fowler who told us from the
24 beginning that we 'are not going
25 to get this project'..."

1 5190 Do you see that?

2 5191 MR. SCHREIBER: Yes, this is what I
3 learned from Peter White. Mr. Fowler never told me
4 that.

5 5192 MR. WOLSON: You don't say that in
6 your letter.

7 5193 MR. SCHREIBER: Well, Fowler told us
8 that he wouldn't take this cause for the obvious
9 reasons, but he didn't say you're not going to get the
10 project. That was not even in his decision.

11 5194 MR. WOLSON: So on the one hand
12 you've got the government giving you encouraging
13 documents --

14 5195 MR. SCHREIBER: And the Generals.

15 5196 MR. WOLSON: -- and then on the other
16 hand you have other people in government being quite
17 negative and ultimately you not getting the project at
18 all.

19 5197 MR. SCHREIBER: Yes.

20 5198 MR. WOLSON: Now, yesterday you
21 talked about a number of meetings you had with the
22 Prime Minister.

23 5199 MR. SCHREIBER: Yes.

24 5200 MR. WOLSON: You said how easy it was
25 to get access to him.

1 5201 MR. SCHREIBER: Yes.

2 5202 MR. WOLSON: You weren't even living
3 in Canada at the time. You were a German businessman
4 living for the most part in Germany and you had open
5 access to the Prime Minister?

6 5203 MR. SCHREIBER: Well, first of all I
7 was a German-Canadian businessman.

8 5204 MR. WOLSON: Yes.

9 5205 MR. SCHREIBER: Second, I had
10 business all over the world and travelled, and I came
11 here occasionally at my home and whenever I came and
12 wanted to talk to him it was possible.

13 5206 MR. WOLSON: How?

14 5207 MR. SCHREIBER: Either through Frank
15 Moores, GCI, or Fred Doucet.

16 5208 MR. WOLSON: And these people just
17 made it happen whenever you wanted it?

18 5209 MR. SCHREIBER: Yes. And the Prime
19 Minister agreed.

20 --- Pause

21 5210 MR. WOLSON: Yesterday I showed you a
22 March 3rd letter -- Book 3, Tab 24.

23 5211 MR. SCHREIBER: Yes.

24 5212 MR. WOLSON: Page 2.

25 5213 MR. SCHREIBER: Yes.

1 5214 MR. WOLSON: This is a letter that
2 you wrote on March 3rd, 2008; right?

3 5215 MR. SCHREIBER: Yes.

4 5216 MR. WOLSON: On the second page you
5 indicate that on October 20, 1988, Thyssen AG paid a \$2
6 million success fee concerning the Understanding in
7 Principle to IAL, in trust for GCI.

8 5217 Do you see that?

9 5218 MR. SCHREIBER: Yes.

10 5219 MR. WOLSON: Then you have
11 underlined, and in black, darker than the rest of the
12 print:

13 "This \$2 million was divided
14 amongst Mr. Mulroney and his
15 friends as follows..."

16 5220 MR. SCHREIBER: Yes.

17 5221 MR. WOLSON: You indicate that on
18 November 2, `88, Frank Moores deposited a half a
19 million dollars to a Swiss bank account code named
20 Frankfurt.

21 5222 MR. SCHREIBER: Yes.

22 5223 MR. WOLSON:
23 "...concerning the Thyssen Bear
24 Head Project and the Right
25 Honourable Brian Mulroney."

1 5224 MR. SCHREIBER: Yes.

2 5225 MR. WOLSON:

3 "Mr. Mulroney would know that

4 this money was marked for him."

5 5226 MR. SCHREIBER: Yes.

6 5227 MR. WOLSON: That would seem to

7 indicate that the \$500,000 was for services done in the

8 past, not in the future.

9 5228 MR. SCHREIBER: No, it was related to

10 the document of understanding, and if the project would

11 have materialized, yes, it's my understanding that Mr.

12 Mulroney would have been entitled to get that money

13 from Mr. Moores.

14 5229 MR. WOLSON: But this money was put

15 aside once the UIP was signed.

16 5230 MR. SCHREIBER: Yes.

17 5231 MR. WOLSON: Mr. Doucet got \$90,000

18 when the UIP was signed.

19 5232 MR. SCHREIBER: We discussed this

20 yesterday --

21 5233 MR. WOLSON: That's right.

22 5234 MR. SCHREIBER: -- they all have done

23 their work, for years.

24 5235 MR. WOLSON: I see. So the money was

25 paid to certain parties, and half a million dollars was

1 put in a trust account for Mr. Mulroney.

2 5236 MR. SCHREIBER: Yes.

3 5237 I don't know whether it was a trust
4 account, but it was left in the Frankfurt account, and
5 Mr. Moores agreed that this was money which should stay
6 there.

7 5238 MR. WOLSON: You neglected to say in
8 that letter that it would stay there if Bear Head
9 succeeded.

10 5239 You indicated, or seem to indicate in
11 your letter, that once the UIP was signed, certain
12 people -- or you say that the money was divided amongst
13 Mr. Mulroney and his friends.

14 5240 MR. SCHREIBER: Yes.

15 5241 MR. WOLSON: Was the \$500,000, which
16 you put aside for Mr. Mulroney, of which \$300,000 was
17 paid -- was it for past services or future services?

18 5242 MR. SCHREIBER: Future services.

19 5243 As I told you yesterday, the whole
20 thing didn't materialize.

21 5244 MR. WOLSON: I see.

22 5245 MR. SCHREIBER: And I found out
23 later -- and that's the first time -- that the \$500,000
24 was parked for Mr. Mulroney; the first time that I
25 learned that we have to keep it for Bear Head until it

1 works.

2 5246 MR. WOLSON: How many loans did you
3 broker for Mr. Moores?

4 5247 You talked yesterday of a \$1 million
5 loan. Was that the only loan that you were involved in
6 for Mr. Moores?

7 5248 MR. SCHREIBER: To my recollection,
8 yes.

9 5249 MR. WOLSON: You brokered that
10 through Thyssen?

11 5250 MR. SCHREIBER: Thyssen gave the
12 loan, yes.

13 5251 MR. WOLSON: And you said yesterday
14 that you were prepared, if Mr. Moores wouldn't give the
15 \$500,000, because he didn't want to give the \$500,000
16 to put into the Britan account --

17 5252 MR. SCHREIBER: Yes.

18 5253 MR. WOLSON: -- that he could forget
19 about half of the money that he owed.

20 5254 MR. SCHREIBER: If he wanted.

21 5255 MR. WOLSON: If he wanted.

22 5256 MR. SCHREIBER: Yes.

23 5257 MR. WOLSON: Did you ask him, on
24 behalf of Thyssen, for the whole million back at a
25 later time?

1 5258 MR. SCHREIBER: No, there was no
2 need, because the money, in the meantime, belonged to
3 me. Thyssen forgave the loan.

4 5259 MR. WOLSON: Was that \$500,000 used;
5 that is, did you tell Moores: All right, forget about
6 that half-million, I will cover it, it's going to go to
7 Britan?

8 5260 That's what you said yesterday. Is
9 that the truth?

10 5261 MR. SCHREIBER: No, I told you
11 yesterday that I asked him -- "I need that money,"
12 which was reserved there.

13 5262 And, as I told you also, he
14 disagreed.

15 5263 MR. WOLSON: If you turn to Book 2,
16 Tab 118 --

17 5264 MR. SCHREIBER: Yes.

18 5265 MR. WOLSON: -- this is a letter that
19 you wrote on December 27th, 1995.

20 5266 That is your signature on the bottom?

21 5267 MR. SCHREIBER: Yes.

22 5268 MR. WOLSON: It says:
23 "Dear Frank:
24 Re: Loan in the amount of Can.\$
25 1 million - Project Thyssen Bear

1 Head."
2 5269 Do you see that?
3 5270 MR. SCHREIBER: Yes.
4 5271 MR. WOLSON: You say:
5 "On March 12, 1992 Thyssen
6 Industries through myself
7 granted you a loan in the amount
8 of Can.\$ 1 million at an
9 interest rate of 4% p.a."
10 5272 MR. SCHREIBER: Yes.
11 5273 MR. WOLSON:
12 "The loan as well as the accrued
13 interest should be compensated
14 through services provided by you
15 in connection with the Bear Head
16 project....
17 Unfortunately we did not
18 succeed to build the plant for
19 Thyssen Bear Head as planned.
20 The order for armoured vehicles
21 was placed as a sole sourced
22 order by DND with General
23 Motors...as had been all
24 previous orders. This means a
25 repayment of the loan granted to

1 you.

2 I would appreciate it very
3 much if you could let me know
4 until the end of the year, how
5 you intend to arrange for a
6 repayment.

7 I very much regret that the
8 project could not be closed..."

9 5274 MR. SCHREIBER: Yeah.

10 5275 MR. WOLSON: Mr. Moores, you said
11 yesterday, was told that he could forget about half a
12 million dollars. As you said, you put it into the
13 Britan account, and you told Moores to forget about it.
14 Why are you asking for the money back?

15 5276 MR. SCHREIBER: I sent this letter to
16 Mr. Moores because it was not clear whether he would
17 take the \$500,000, because he had the moral obligation,
18 like I had, with Thyssen; and this letter he wanted
19 from me at this time, otherwise I would not even have
20 written it, because he had a voluntary disclosure with
21 Revenue Canada and he wanted to show that this million
22 was a loan, that they should not get the idea it's
23 income.

24 5277 MR. WOLSON: Yesterday you testified
25 that, because you thought you had a moral

1 responsibility, you said to Mr. Moores: Forget about
2 half a million dollars, take it off the loan of a
3 million dollars and we will put it into the Britan
4 account.

5 5278 That was your testimony yesterday.

6 5279 MR. SCHREIBER: No, I said -- I asked
7 him, he said no, and I said: Look, I have to take the
8 money. I have to get my chance, and if you want, you
9 can take it away from the million loan I gave you.

10 5280 This is what I said.

11 5281 MR. WOLSON: Yes, but then you asked
12 for the money back.

13 5282 MR. SCHREIBER: I knew that he
14 couldn't pay it back. This letter he wanted, I repeat
15 it now, because he wanted it for Revenue Canada with
16 his -- what do they say -- confidential disclosure, to
17 show that this is a million loan, not income.

18 5283 COMMISSIONER OLIPHANT: Mr. Wolson,
19 excuse me, I would like to ask a question if I might.

20 5284 MR. WOLSON: Sure.

21 5285 COMMISSIONER OLIPHANT: The million
22 dollars referred to here in the loan includes, I take
23 it, the \$500,000 that was to go to Britan?

24 5286 MR. SCHREIBER: No.

25 5287 COMMISSIONER OLIPHANT: It has

1 nothing to do with that?

2 5288 MR. SCHREIBER: No, it has nothing to
3 do with that.

4 5289 COMMISSIONER OLIPHANT: Because I
5 note in the letter that you wrote at Tab 118 that you
6 refer to the loan to Mr. Moores as being for services
7 provided by him.

8 5290 Look at the second full paragraph.

9 --- Pause

10 5291 MR. SCHREIBER: I don't get it, sir,
11 when you say "provided by him".

12 5292 COMMISSIONER OLIPHANT: By Mr.
13 Moores.

14 5293 MR. SCHREIBER: To whom?

15 5294 COMMISSIONER OLIPHANT: Well, I don't
16 know, it's your letter. That's what I am asking.

17 --- Pause

18 5295 MR. SCHREIBER: I refer to services
19 of his, if he would continue to provide services for
20 Bear Head. This is what it meant.

21 5296 COMMISSIONER OLIPHANT: But this was
22 1995, wasn't Bear Head dead in the water?

23 5297 MR. SCHREIBER: No.

24 5298 COMMISSIONER OLIPHANT: It wasn't?

25 5299 MR. SCHREIBER: No.

1 5300 COMMISSIONER OLIPHANT: Okay.
2 5301 Mr. Wolson...
3 5302 MR. WOLSON: We read the letter
4 yesterday --
5 5303 MR. SCHREIBER: Yes.
6 5304 MR. WOLSON: I read you the letter
7 from Mr. Lalonde of 1995.
8 5305 MR. SCHREIBER: Yes.
9 5306 MR. WOLSON: You agreed with me that
10 Bear Head was dead in 1995.
11 5307 MR. SCHREIBER: The earliest part we
12 knew about it was August 1995.
13 5308 In your files you have a letter from
14 the Canadian ambassador that it is still on from May or
15 June 1995.
16 5309 MR. WOLSON: You see, I don't quite
17 understand. You are asking Mr. Moores to repay the
18 million, plus interest, of which you had forgiven half
19 a million dollars. That's what you said in your
20 testimony yesterday.
21 5310 Something changed, did it?
22 5311 MR. SCHREIBER: No. I will try
23 again.
24 5312 I asked Mr. Moores to agree that I
25 take the \$500,000; he said no. I said: I take it

1 anyway. I cannot afford that I will not take the last
2 chance for Thyssen in Quebec. I owe this to Thyssen.
3 And if you don't agree and you don't want to go for it,
4 you may want to deduct it from my loan.

5 5313 He never said that he would, and when
6 he asked me for this letter, he wanted this letter
7 exactly the way it is, so that he could use it with
8 Revenue Canada, that he owes \$1 million to me.

9 5314 MR. WOLSON: So you were prepared to
10 help him with Revenue Canada, that's why you wrote the
11 letter.

12 5315 MR. SCHREIBER: Yeah, but this is
13 what he said to me, and I did it.

14 5316 MR. WOLSON: Yesterday I asked you
15 about statements you made to Mr. Kaplan, and you took
16 issue with some of the statements as not being true.

17 5317 And yesterday I asked you about how
18 you got back from Harrington Lake, and you said that
19 you were with a young staffer in his Jeep, and I
20 referred you to part of "A Secret Trial", in which Mr.
21 Kaplan notes, based on an interview with you, that you
22 came back in a limousine.

23 5318 You recall that from yesterday?

24 5319 MR. SCHREIBER: Yeah, but I never
25 came back in a limousine.

1 5320 MR. WOLSON: Yeah.

2 5321 And yesterday I asked you about Mr.
3 Kaplan and his note that the \$500,000 that you put in
4 Britan, you told Mr. Kaplan, came from Thyssen, that
5 they gave you an additional \$500,000, and you said that
6 was wrong.

7 5322 MR. SCHREIBER: Absolutely.

8 5323 MR. WOLSON: But you have in your
9 statement, which you have read, and you say is correct,
10 and is Exhibit P-8, at page 5 -- what you said to Mr.
11 Roitenberg is this:

12 "He stated that his statements
13 to Peter Mansbridge, in a
14 `Mansbridge One-on-One'
15 interview, and the interview, as
16 provided, to `As It Happens'
17 were the truth. Similarly, his
18 statements to Bill Kaplan were
19 true." (As read)

20 5324 Did you make that statement to Mr.
21 Roitenberg?

22 5325 MR. SCHREIBER: Yes, but I have no
23 idea of what all I spoke to Mansbridge or to Kaplan.

24 5326 MR. WOLSON: Why did you make that
25 statement?

1 5327 MR. SCHREIBER: Which one?

2 5328 MR. WOLSON: That your statements to
3 Kaplan were true.

4 5329 MR. SCHREIBER: Because I had no
5 reason to lie.

6 5330 MR. WOLSON: I see.

7 5331 MR. SCHREIBER: But by that time I
8 did not know what you are telling me there. I recall
9 what I told him, but not what he is writing down
10 somewhere.

11 5332 And I cannot get it, what is the
12 importance when I read this story that the limousine
13 went out of the gate and the stones flew up. I don't
14 get it.

15 5333 MR. WOLSON: Well, I'm sorry that you
16 don't. All I am asking for you to do is tell this
17 Commissioner the truth --

18 5334 MR. SCHREIBER: Yes.

19 5335 MR. WOLSON: -- and I am pointing out
20 where you say one thing in one place, and another in
21 another place.

22 5336 So I'm sorry that you don't get it,
23 but I am going to move on to the next topic.

24 5337 I want you to look at Book No. 3 --
25 and I apologize for going back and forth to different

1 books. There is a lot of documentation, and we have
2 tried to streamline it, but...

3 5338 Do you have Book 3?

4 5339 MR. SCHREIBER: Yeah.

5 5340 MR. WOLSON: Okay. I want to ask you
6 about a meeting -- this, too, is from Mr. Kaplan, in an
7 interview that you had with him on the 11th of
8 November, 1998.

9 5341 MR. SCHREIBER: Which tab is that?

10 5342 MR. WOLSON: Tab 1, Book 3.

11 5343 If you look at the first page, it
12 says, "Interview with K. Schreiber on Nov. 11/98."

13 5344 MR. SCHREIBER: Yes.

14 5345 MR. WOLSON: Let's see if this one is
15 accurate.

16 5346 You start off, on the first page:
17 "With respect to Paul
18 Tellier..."

19 5347 Do you see that?

20 5348 MR. SCHREIBER: Yes.

21 5349 MR. WOLSON: You make a statement
22 about Mr. Tellier, and look at the second paragraph. I
23 want to ask you about this:
24 "Anyway, there was this meeting.
25 I was there with Doucet.

1 Mulroney attended the first part
2 of the meeting and then left.
3 So it was just the three of us.
4 Me, Tellier and Fred Doucet. I
5 heard about what Mulroney had
6 already said in Cabinet, namely,
7 that we are going to do
8 something for Nova Scotia. This
9 is on the record. You can see
10 the documents for yourself.
11 Anyway, before he left Mulroney
12 says at this meeting `I want
13 this thing to happen.'"
14 5350 He was referring to Bear Head.
15 5351 MR. SCHREIBER: Yes.
16 5352 MR. WOLSON: Is that an accurate
17 portrayal? Did that happen?
18 5353 MR. SCHREIBER: Yes.
19 5354 MR. WOLSON: I referred you yesterday
20 to Tab 78 in Book 1.
21 5355 I will read it to you, so you don't
22 have to go back and forth.
23 5356 This is a letter that you wrote to
24 the Prime Minister on May 6th, 1992. It says at the
25 top, "Dear Prime Minister", and at the bottom it has,

1 "Warm personal regards" and your signature.

2 5357 We talked about this yesterday.

3 5358 It says:

4 "I would like to thank you very
5 much for finding the time to
6 meet with me yesterday..."

7 5359 So that would have been the day
8 before you wrote the letter, which would have been May
9 5, 1992.

10 "...especially when you are so
11 busy with the constitutional
12 issue. I was also greatly
13 heartened by your sympathetic
14 understanding of the situation
15 and your determination to set
16 things in train."

17 5360 And I am going to read to you the
18 second paragraph.

19 "As you recommended, we are now
20 working on a 2 page summary of
21 the actions necessary to realize
22 the project as you would like to
23 see it. To deliver the exact
24 figures will take a few days and
25 we will present them to you next

1 week. The activity we will
2 engage in the next few days
3 includes an investigation of the
4 situation for establishment of
5 the project in East Montreal."
6 5361 So, number one, it was a
7 recommendation from Mr. Mulroney to do a two-page
8 summary.
9 5362 MR. SCHREIBER: Yes.
10 5363 MR. WOLSON: Secondly, you indicate
11 that you want to realize the project as the Prime
12 Minister would like to see it.
13 5364 MR. SCHREIBER: Yes.
14 5365 MR. WOLSON: The Prime Minister then
15 was moving, or made a suggestion to you to move the
16 project to Montreal, obviously.
17 5366 MR. SCHREIBER: Yes.
18 5367 MR. WOLSON: In Atlantic Canada you
19 had the support of Mr. MacKay --
20 5368 MR. SCHREIBER: Yes.
21 5369 MR. WOLSON: -- you had the support
22 of Mr. Murray -- Lowell Murray --
23 5370 MR. SCHREIBER: Yes.
24 5371 MR. WOLSON: -- but in Quebec --
25 5372 MR. SCHREIBER: No, I had also

1 support from the provincial government and Premier
2 Buchanan --

3 5373 MR. WOLSON: Yes.

4 5374 MR. SCHREIBER: -- as well as from
5 the Liberal MPs -- Francis LeBlanc.

6 5375 I had all of that.

7 5376 MR. WOLSON: Yes, but in Quebec, when
8 the project moved to Quebec, you had very quickly
9 onside -- we talked about it yesterday -- Mr. Masse.

10 5377 He was onside. He was helpful --

11 5378 MR. SCHREIBER: Who?

12 5379 MR. WOLSON: Mr. Masse -- M-A-S-S-E.
13 5380 Marcel Masse.

14 5381 MR. SCHREIBER: No.

15 5382 MR. WOLSON: You didn't have him --

16 5383 MR. SCHREIBER: He was a new
17 minister.

18 5384 MR. WOLSON: Well, you had meetings
19 with him. We went to the meetings yesterday.

20 5385 MR. SCHREIBER: Yes, but I didn't
21 know him before.

22 5386 MR. WOLSON: Okay, but I am saying,
23 when the project was moving to Montreal --

24 5387 MR. SCHREIBER: Yes.

25 5388 MR. WOLSON: -- very quickly you had

1 a number of ministers --

2 5389 MR. SCHREIBER: Yes.

3 5390 MR. WOLSON: -- who were very

4 supportive.

5 5391 MR. SCHREIBER: Yes.

6 5392 MR. WOLSON: Marcel Masse, Mr.

7 Bouchard, Mr. Charest, Mr. Corbeil, the Prime

8 Minister --

9 5393 MR. SCHREIBER: Yes.

10 5394 MR. WOLSON: So, very, very quickly

11 things happened, and it looked good for Bear Head for a

12 while.

13 5395 MR. SCHREIBER: Yes.

14 5396 I felt very comfortable with Quebec

15 because I had a very good relationship with Mr.

16 Bourassa before.

17 5397 MR. WOLSON: You had that, and you

18 also had Mr. Mulroney, who was very strong in Quebec.

19 5398 MR. SCHREIBER: And, also, I had Mr.

20 Lalonde.

21 5399 MR. WOLSON: Yes, and Mr. Lalonde.

22 5400 So the waters were parting for you

23 very quickly.

24 5401 MR. SCHREIBER: Yes.

25 5402 MR. WOLSON: Did you expect -- when

1 you gave Mr. Mulroney the first \$100,000 at Mirabel,
2 did you expect to get a receipt at some point from him?
3 5403 MR. SCHREIBER: I left it with him.
4 I thought he would.
5 5404 MR. WOLSON: Did you expect it?
6 5405 MR. SCHREIBER: Yeah, more or less.
7 5406 I didn't care that much about it. If
8 he would have given me a receipt, it would have been
9 good enough.
10 5407 Or, if he would have billed, finally,
11 for services he did.
12 5408 MR. WOLSON: Either way, there would
13 have been some kind of document that your company, Bear
14 Head, could have used.
15 5409 MR. SCHREIBER: Sooner or later, yes.
16 5410 MR. WOLSON: Yes.
17 5411 Did you ask him for a receipt?
18 5412 MR. SCHREIBER: No.
19 5413 MR. WOLSON: Or a statement of
20 account?
21 5414 MR. SCHREIBER: No.
22 5415 MR. WOLSON: It would be
23 understandable at the first meeting, at Mirabel, that
24 you just let things go. You gave him the money, and he
25 agreed to work for you on Bear Head, and you left it at

1 that.

2 5416 MR. SCHREIBER: And I explained to
3 you yesterday why.

4 5417 MR. WOLSON: Yes. Okay.
5 5418 You had a second meeting with Mr.
6 Mulroney.

7 5419 Your answer is yes?

8 5420 MR. SCHREIBER: Yes.

9 5421 MR. WOLSON: Were there any meetings
10 that you recall between the Mirabel meeting of August
11 27th, 1993 and the second meeting that you had, which
12 was --

13 5422 It was at the Queen Elizabeth in
14 Montreal, wasn't it?

15 5423 MR. SCHREIBER: I have no
16 recollection of another meeting.

17 5424 MR. WOLSON: You recall meeting at
18 the Queen Elizabeth --

19 5425 MR. SCHREIBER: Yes.

20 5426 MR. WOLSON: -- but when you say that
21 you have no recollection of another meeting, you are
22 saying that between the two meetings you don't recall
23 another meeting.

24 5427 MR. SCHREIBER: Yeah.
25 5428 No, I don't think so.

1 5429 MR. WOLSON: All right. You never
2 called him to say: Hey, Brian, what are you doing for
3 me? Are you making some progress?
4 5430 You had a lot of money at stake here.
5 5431 Did you do that, did you call him?
6 5432 MR. SCHREIBER: No.
7 5433 Mr. Wolson, I told you yesterday, we
8 had a very good relationship, and I told you all the
9 reasons, and it was in front of Christmas, and they
10 lost the election.
11 5434 And I had all the confidence that Mr.
12 Mulroney could help me in Quebec with all his
13 influence.
14 5435 MR. WOLSON: Of course.
15 5436 MR. SCHREIBER: I don't know whether
16 you would have bothered him and said: What are you
17 doing now with my money?
18 5437 It's not my habit.
19 5438 People around the world can tell you
20 that it's not my habit to bother people for money. I
21 help, and that's it.
22 5439 MR. WOLSON: Yeah. Most people who
23 give someone else \$100,000 for future services would
24 call them and say: Are you doing something? What's
25 happening?

1 5440 But you never --

2 5441 MR. SCHREIBER: No.

3 5442 MR. WOLSON: That's not your nature.

4 5443 MR. SCHREIBER: No, no, it depends on

5 what the relationship is, very much.

6 5444 MR. WOLSON: I see. All right.

7 5445 The second meeting at the Queen

8 Elizabeth --

9 5446 That's the hotel, is it --

10 5447 MR. SCHREIBER: Yes.

11 5448 MR. WOLSON: -- where the train

12 station is in Montreal?

13 5449 MR. SCHREIBER: Yes.

14 5450 MR. WOLSON: Who has a room there?

15 5451 MR. SCHREIBER: I.

16 5452 MR. WOLSON: You had a room.

17 5453 MR. SCHREIBER: Yes.

18 5454 MR. WOLSON: Was it the 17th of

19 December that you met with him?

20 5455 MR. SCHREIBER: It should be in the

21 diary. When you say it, I think it's right.

22 5456 MR. WOLSON: Yes. I am not trying to

23 trick you --

24 5457 MR. SCHREIBER: No, no --

25 5458 MR. WOLSON: -- it's the 17th of

1 December in your diary.

2 5459 MR. SCHREIBER: -- I never would say
3 that, Mr. Wolson.

4 5460 MR. WOLSON: You meet in a hotel room
5 again --

6 5461 MR. SCHREIBER: No.

7 5462 MR. WOLSON: You didn't meet him in
8 the hotel room at the Queen Elizabeth?

9 5463 MR. SCHREIBER: No. There is a nice
10 little -- what could you say -- a lobby, or like a
11 little coffee corner --

12 5464 MR. WOLSON: A little coffee shop?

13 5465 MR. SCHREIBER: It's more a little
14 lounge --

15 5466 MR. WOLSON: A little lounge, yes.

16 5467 MR. SCHREIBER: -- "lounge" is the
17 right word --

18 5468 MR. WOLSON: Okay.

19 5469 MR. SCHREIBER: -- for the people
20 from the Gold Key section.

21 5470 You have it here with the Chateau
22 Laurier, you have the same thing.

23 5471 MR. WOLSON: I have never stayed
24 there, but I take your word for it.

25 5472 So there is a lounge for frequent

1 travellers.

2 5473 MR. SCHREIBER: For the guests from
3 the Gold Key section.

4 5474 MR. WOLSON: Yes, okay.

5 5475 MR. SCHREIBER: Yeah, you pay for it,
6 and you go there, and you can have coffee or snacks, or
7 these little canapes with salmon.

8 5476 It's very nice.

9 5477 MR. WOLSON: I am sure it is.

10 5478 MR. SCHREIBER: Yes.

11 5479 MR. WOLSON: So you go up with him to
12 the Gold Floor?

13 5480 MR. SCHREIBER: No, I was at the Gold
14 Floor. That was where my room --

15 5481 MR. WOLSON: Yes, and he met you
16 there.

17 5482 MR. SCHREIBER: And he came to the
18 little lounge.

19 5483 MR. WOLSON: And you met with him.

20 5484 MR. SCHREIBER: Yes.

21 5485 MR. WOLSON: How long was that
22 meeting for?

23 5486 MR. SCHREIBER: Perhaps 45 minutes,
24 or an hour or so.

25 5487 MR. WOLSON: What time was it?

1 5488 MR. SCHREIBER: It must have been
2 late in the morning. I would say 11, or something like
3 that, to my recollection.

4 5489 Because I had, later on, another
5 meeting, and then, in the evening, I flew back to
6 Germany.

7 5490 And I had also to say thank you to
8 him, because, in the meantime, when I came back that
9 week to Canada, I found in my office this nice parcel
10 with this nice big photo of his -- in a beautiful
11 frame, as he had promised at Harrington Lake, and I had
12 to say thank you.

13 5491 I enjoyed that.

14 5492 MR. WOLSON: You enjoyed what?

15 5493 MR. SCHREIBER: I enjoyed the picture
16 a lot.

17 5494 MR. WOLSON: Yes.

18 5495 So you met with him for about 45
19 minutes, and you thanked him for the photograph.

20 5496 MR. SCHREIBER: Yeah.

21 5497 MR. WOLSON: What did you talk about?

22 5498 MR. SCHREIBER: Well, we spoke about
23 the project in Quebec, and that I would go to -- that I
24 had either met the day before or the same day Mr.
25 Ouellet.

1 5499 I have to see the diary, I don't
2 recall all of the details.

3 5500 MR. WOLSON: All right. Let me help
4 you out. If you would go to Book 3 -- I will try and
5 keep you on the same book for a while.

6 5501 MR. SCHREIBER: Okay, that's fine.

7 5502 MR. WOLSON: Book 3, Tab 28.

8 5503 If you go to your diary for December
9 the 17th --

10 5504 MR. SCHREIBER: Yes.

11 5505 MR. WOLSON: -- it indicates here,
12 "Queen Elizabeth" -- this is under the number 15.

13 5506 MR. SCHREIBER: Hang on, I have to
14 get this.

15 5507 MR. WOLSON: Okay. Tell me when you
16 are there.

17 5508 MR. SCHREIBER: December 17th?

18 5509 MR. WOLSON: Please. 1993.

19 5510 MR. SCHREIBER: Yes.

20 5511 MR. WOLSON: You see that it's got a
21 number of names on it earlier in the day. Right?

22 5512 MR. SCHREIBER: Yes.

23 5513 MR. WOLSON: And then, at 1500, or
24 15 --

25 5514 MR. SCHREIBER: Yes.

1 5515 MR. WOLSON: -- you have "Queen
2 Elizabeth..."

3 5516 MR. SCHREIBER: Yes.

4 5517 MR. WOLSON: "...2710." That would
5 be a room number, would it?

6 5518 MR. SCHREIBER: Yes.

7 5519 MR. WOLSON: Was that when you met
8 with Mr. Mulroney?

9 5520 MR. SCHREIBER: No.

10 5521 MR. WOLSON: No? When did you do
11 that?

12 5522 MR. SCHREIBER: The next day.

13 5523 MR. WOLSON: You met on the 18th?

14 5524 MR. SCHREIBER: Yes.
15 5525 Because, you see here, I had a
16 meeting with André Ouellet, the Minister of External
17 Affairs.

18 5526 MR. WOLSON: Okay. Then turn the
19 page to the 18th.

20 5527 MR. SCHREIBER: Yes.

21 5528 MR. WOLSON: It says, "At 11 o'clock,
22 Brian, home."

23 5529 MR. SCHREIBER: Yeah.

24 5530 MR. WOLSON: Did you meet him at his
25 home?

1 5531 MR. SCHREIBER: No, this was on a
2 slip from Mr. Doucet to my office, the address in
3 Westmount, and we were supposed to meet there, but
4 then, since I was short on time and he was short on
5 time, we agreed that he would come to the hotel.

6 5532 MR. WOLSON: So you met, then, at the
7 hotel.

8 5533 MR. SCHREIBER: Yes.

9 5534 MR. WOLSON: In the morning.

10 5535 MR. SCHREIBER: Yes, 11 o'clock, as
11 it looks from my diary.

12 5536 MR. WOLSON: You talked about the
13 Bear Head Project. What did you talk about the
14 project?

15 5537 MR. SCHREIBER: I told him about my
16 meeting with André Ouellet, the Minister of External
17 Affairs, and you see --

18 5538 To give you even a better
19 understanding, I knew Mr. Ouellet for quite a while,
20 because he was also a member of the Atlantic Bridge
21 Organization, as I was.

22 5539 MR. WOLSON: The Atlantic Bridge --

23 5540 MR. SCHREIBER: Yes.

24 5541 MR. WOLSON: Bridge as in --

25 5542 MR. SCHREIBER: It's a bridge, yeah.

1 5543 MR. WOLSON: -- the Bridge game?
2 5544 MR. SCHREIBER: No, no, it's
3 bridge -- Atlantik Brücke. You go over a bridge.
4 5545 MR. WOLSON: Like a bridge you travel
5 on. I see, okay.
6 5546 MR. SCHREIBER: It's a bridge between
7 Europe, Canada and the United States, with very
8 distinguished members.
9 5547 MR. WOLSON: Yes?
10 5548 Go ahead.
11 5549 MR. SCHREIBER: Allan MacEachen was
12 the chairman at the time. Later on it was -- it was --
13 5550 What's his name?
14 5551 Marc Lalonde.
15 5552 MR. WOLSON: You knew a lot of
16 important people in Canada.
17 5553 MR. SCHREIBER: Oh, yes. For
18 example, Claude Taylor from Air Canada.
19 5554 MR. WOLSON: Sure.
20 5555 MR. SCHREIBER: But we never spoke
21 about Airbus.
22 5556 MR. WOLSON: No, but I want to keep
23 you focused on the meeting you had with Mr. Mulroney.
24 5557 MR. SCHREIBER: Yes.
25 5558 MR. WOLSON: You are having a good

1 time, I see, but that's fine --

2 5559 MR. SCHREIBER: Absolutely, it was in
3 front of Christmas, I got the nice picture --

4 5560 MR. WOLSON: Yes.

5 5561 MR. SCHREIBER: -- I had a hell of a
6 meeting with the minister -- the new minister --

7 5562 MR. WOLSON: But tell me about the
8 meeting with Mr. Mulroney, that's what I want to know
9 about.

10 5563 MR. SCHREIBER: Yeah, I'm telling
11 you, I was excited, and I was happy with him, and I
12 shared my excitement, how things are moving now with
13 the Liberals, and with the help of Mr. Lalonde.

14 5564 MR. WOLSON: Yes.

15 5565 MR. SCHREIBER: And he was excited,
16 too. He said, "Hopefully, it works."

17 5566 MR. WOLSON: I see.

18 5567 I am not trying to trick you here,
19 but I am looking at your statement that you gave to the
20 Commission, to Mr. Roitenberg, when he interviewed you,
21 at page 7, and this is what you said:

22 "Mr. Schreiber stated that the
23 entry in his agenda on December
24 18th, 1993, refers to the
25 original date for the meeting

1 with Mr. Mulroney at Mr.
2 Mulroney's home." (As read)
3 5568 MR. SCHREIBER: Yes.
4 5569 MR. WOLSON:
5 "The meeting actually took place
6 at the Queen Elizabeth Hotel on
7 the 17th of December, 1993."
8 5570 MR. SCHREIBER: I might have mixed it
9 up with my diary, because you can really see that it
10 was on the 18th.
11 5571 There was no time between when I
12 arrived and the meeting with Mr. Ouellet.
13 5572 MR. WOLSON: I want to establish the
14 date, and, obviously, you were at the meeting and I
15 wasn't, so let's look at Tab 29 of the same book.
16 5573 MR. SCHREIBER: You know, Mr. Wolson,
17 things like this quite often change from minute to
18 minute, and then you don't run to your diary.
19 5574 It could well be that we said that we
20 would meet on the 17th; no, it doesn't work at the
21 17th, the minister says he has no time, he has to come
22 the next day.
23 5575 It is not a document where you say
24 everything, what is written there, happened the same
25 day --

1 5576 MR. WOLSON: No, I am relying on what
2 you told Roitenberg --

3 5577 MR. SCHREIBER: Yes.

4 5578 MR. WOLSON: -- I am not making this
5 up.

6 5579 MR. SCHREIBER: No, no. No, no, I
7 appreciate that.

8 5580 MR. WOLSON: So let's look at Tab 29.
9 That is Mr. Doucet's diary. Look at December 17th for
10 Mr. Doucet.

11 5581 MR. SCHREIBER: December 17th?

12 5582 MR. WOLSON: December 17.

13 5583 MR. SCHREIBER: Yes.

14 5584 MR. WOLSON: It says, "At 11 o'clock,
15 call -- "
16 5585 I'm sorry, let's go to four o'clock.

17 5586 MR. SCHREIBER: Yes.

18 5587 MR. WOLSON: At four o'clock there is
19 an arrow and it says "Brian".
20 5588 Do you see that?

21 5589 MR. SCHREIBER: Yeah.

22 5590 MR. WOLSON: Then, just below that it
23 says, "K. Schreiber - Queen Elizabeth".

24 5591 MR. SCHREIBER: Yes.

25 5592 MR. WOLSON: Were you at the hotel,

1 then, on the 17th?

2 5593 MR. SCHREIBER: No, it is my
3 recollection that that has changed, as I said to you
4 right now, because I had this meeting with Mr. Ouellet.

5 5594 MR. WOLSON: It changed from the time
6 you gave your statement to Mr. Roitenberg on March 24,
7 2009?

8 5595 Because on March 24, 2009, you talked
9 about the meeting on the 17th.

10 5596 MR. SCHREIBER: Yeah, maybe this was
11 scheduled and still in my mind, but, as I see it here,
12 it didn't...

13 5597 MR. WOLSON: All right, let's carry
14 on.

15 5598 So you are at the gold room --

16 5599 MR. SCHREIBER: Yes.

17 5600 MR. WOLSON: -- and you meet for
18 about 45 minutes, and --

19 5601 MR. SCHREIBER: Hang on for one
20 second, please.

21 --- Pause

22 5602 MR. SCHREIBER: Four o'clock, and
23 Ouellet at five.

24 5603 Yeah, I think it's possible.

25 5604 MR. WOLSON: What point were you

1 making, sir?

2 5605 MR. SCHREIBER: No, I checked it
3 here. With the arrival at the Queen Elizabeth and the
4 meeting with Minister Ouellet, it would have been
5 impossible to have met Mr. Mulroney at that time.

6 5606 Maybe it was scheduled for that and
7 we moved it to the next day.

8 5607 MR. WOLSON: All right. So let's
9 take it from you that it was the 18th.

10 5608 Now, you were telling the
11 Commissioner that you met for three-quarters of an
12 hour --

13 5609 MR. SCHREIBER: My recollection.

14 5610 MR. WOLSON: -- you met in the gold
15 room, you talked about Bear Head, there were things
16 happening.

17 5611 Right?

18 5612 MR. SCHREIBER: Yes.

19 5613 MR. WOLSON: You were excited about
20 Quebec.

21 5614 MR. SCHREIBER: Yes.

22 5615 MR. WOLSON: You told him about the
23 meeting that you had with --

24 5616 MR. SCHREIBER: Mr. Ouellet.

25 5617 MR. WOLSON: -- with Mr. Ouellet.

1 5618 MR. SCHREIBER: Yes.

2 5619 MR. WOLSON: Is that a relative of
3 the Ouellet with GCI?

4 5620 MR. SCHREIBER: No.

5 5621 MR. WOLSON: No, a different Ouellet.

6 5622 MR. SCHREIBER: A different Ouellet.

7 5623 MR. WOLSON: All right. Do you say
8 to him, "Brian, what are you doing for me on this Bear
9 Head Project"?

10 5624 Do you say that to him?

11 5625 MR. SCHREIBER: No, we agreed, or we
12 were of the same understanding that we have to see what
13 the next developments are, and as soon as we would have
14 seen -- I mean, especially with the Province of
15 Quebec -- that we could use his help, I would have
16 asked him.

17 5626 MR. WOLSON: Who arranged the
18 meeting?

19 5627 MR. SCHREIBER: H'm?

20 5628 MR. WOLSON: Who arranged the
21 meeting?

22 5629 MR. SCHREIBER: Which one?

23 5630 MR. WOLSON: The Queen Elizabeth
24 Hotel meeting.

25 5631 MR. SCHREIBER: Fred Doucet.

1 5632 MR. WOLSON: Fred arranged it.

2 5633 MR. SCHREIBER: Yeah.

3 5634 MR. WOLSON: Did he arrange all of

4 the meetings?

5 5635 Did he arrange Harrington Lake?

6 5636 MR. SCHREIBER: Yes.

7 5637 MR. WOLSON: Did he arrange Mirabel?

8 5638 MR. SCHREIBER: Yes.

9 5639 MR. WOLSON: Did he arrange the Queen

10 Elizabeth?

11 5640 MR. SCHREIBER: Yes.

12 5641 MR. WOLSON: And The Pierre?

13 5642 MR. SCHREIBER: Yes.

14 5643 MR. WOLSON: So you never asked Mr.

15 Mulroney what he had done for you in the last number of

16 months.

17 5644 You didn't say that.

18 5645 MR. SCHREIBER: No. In October was

19 the election, and he came home and -- I mean, Mr.

20 Wolson, there was no need for me to ask for anything

21 what he was doing, he was getting organized with his

22 life.

23 5646 MR. WOLSON: All right. Did you ask

24 him for a statement of account?

25 5647 MR. SCHREIBER: No.

1 5648 MR. WOLSON: A receipt?

2 5649 MR. SCHREIBER: No.

3 5650 MR. WOLSON: Where you would both go
4 from there, in terms of where Bear Head was going?

5 5651 MR. SCHREIBER: Well, it would depend
6 if he would be able to do any work for us in Montreal,
7 on the provincial side, for example.

8 5652 On the federal side he could do
9 nothing. This was with the ministers from the
10 Liberals.

11 5653 MR. WOLSON: Yes.

12 5654 MR. SCHREIBER: But on the provincial
13 side, I take it that he could have done a lot. Then he
14 would have sent me a bill, probably.

15 5655 MR. WOLSON: All right. Did you ask
16 him to do something for you on the provincial side?

17 5656 MR. SCHREIBER: No, it didn't happen.

18 5657 MR. WOLSON: You didn't ask him.

19 5658 MR. SCHREIBER: No, because there was
20 nothing he could do at that moment, because the
21 election was in October, I guess, and this was in front
22 of Christmas.

23 5659 Now you are asking me if I asked him
24 to go to the Liberals, to Chrétien, and bring me a
25 Christmas gift, or what?

1 5660 MR. WOLSON: A Christmas gift?

2 5661 MR. SCHREIBER: A Christmas gift to
3 Mr. Chrétien. What could he have done for Christmas?

4 5662 MR. WOLSON: What could he have done.
5 5663 It was a Liberal government, you know
6 that he could do nothing with Mr. Chrétien.

7 5664 MR. SCHREIBER: No, but this is
8 why -- I am kidding.

9 5665 MR. WOLSON: Oh, you are kidding now,
10 I see.

11 5666 MR. SCHREIBER: This is why I say,
12 what could he do in front of Christmas with the
13 project? Nothing.
14 5667 Perhaps bringing Christmas gifts to
15 people and maintain a relationship was all he could do.

16 5668 MR. WOLSON: I would like you not to
17 joke. I would like you to answer my questions. Will
18 you do that, sir?

19 5669 MR. SCHREIBER: Yes.

20 5670 MR. WOLSON: Thank you.

21 5671 Did you transact any business with
22 him?

23 5672 MR. SCHREIBER: Please?

24 5673 MR. WOLSON: Give him any money.

25 5674 MR. SCHREIBER: Yes.

1 5675 MR. WOLSON: When did you do that?
2 5676 MR. SCHREIBER: At the lounge.
3 5677 MR. WOLSON: When, at the beginning
4 of the meeting, the end of the meeting, the middle of
5 the meeting?
6 5678 MR. SCHREIBER: I don't recall.
7 5679 Maybe when he came I handed it over
8 to him.
9 5680 MR. WOLSON: How much money did you
10 hand over?
11 5681 MR. SCHREIBER: A hundred thousand
12 dollars.
13 5682 MR. WOLSON: What kind of bills?
14 5683 MR. SCHREIBER: A hundred \$1,000
15 bills.
16 5684 MR. WOLSON: Thousand-dollar bills.
17 5685 MR. SCHREIBER: Yes.
18 5686 MR. WOLSON: One hundred thousand in
19 \$1,000 bills.
20 5687 MR. SCHREIBER: One hundred \$1,000
21 bills.
22 5688 MR. WOLSON: In an envelope, or in
23 a --
24 5689 MR. SCHREIBER: Yes.
25 5690 MR. WOLSON: Between the first

1 meeting at the Mirabel Hotel and the meeting at the
2 Queen Elizabeth Hotel a few months had passed. Right?

3 5691 MR. SCHREIBER: Yes.

4 5692 MR. WOLSON: Did Mr. Mulroney call
5 you or say to you, "Karlheinz, I would like a cheque or
6 a bank draft, not cash"?

7 5693 MR. SCHREIBER: No.

8 5694 MR. WOLSON: At the Queen Elizabeth
9 Hotel did he say to you, "Karlheinz, I don't want this
10 cash, I want a cheque or a bank draft"?

11 5695 MR. SCHREIBER: No.

12 5696 MR. WOLSON: How thick would the
13 package be that you gave to him of \$1,000 bills?

14 5697 MR. SCHREIBER: Well, if you would
15 take a hundred \$20 bills, you would see what the size
16 is.

17 5698 MR. WOLSON: Yes, but you were there,
18 so tell me how thick it was.

19 5699 An inch thick?

20 5700 MR. SCHREIBER: Huh?

21 5701 MR. WOLSON: An inch?

22 5702 MR. SCHREIBER: Oh, you must speak
23 with me in centimetres, I have problems with "inch".

24 5703 MR. WOLSON: Centimetres.

25 5704 So, then, tell me in centimetres.

1 5705 MR. SCHREIBER: It was a normal
2 envelope, and it was in there, I cannot tell you how
3 thick it was.

4 5706 MR. WOLSON: I see.
5 5707 What did he say when you gave him the
6 envelope?

7 5708 MR. SCHREIBER: "Thank you." He was
8 very happy.

9 5709 MR. WOLSON: Did you tell him what
10 was in the envelope?

11 5710 MR. SCHREIBER: Yes.

12 5711 MR. WOLSON: What did you say?

13 5712 MR. SCHREIBER: A hundred thousand
14 dollars.

15 5713 It was open. The envelope was not
16 sealed. He opened it up.

17 5714 MR. WOLSON: He didn't count it?

18 5715 MR. SCHREIBER: No.

19 5716 MR. WOLSON: Did you tell him how
20 much it was?

21 5717 MR. SCHREIBER: Yes.

22 5718 MR. WOLSON: The Conservatives had
23 lost the election.
24 5719 Right?

25 5720 MR. SCHREIBER: Yes.

1 5721 MR. WOLSON: You knew that,
2 federally, Mr. Mulroney was unable to help you.

3 5722 MR. SCHREIBER: Not on the outside.

4 5723 MR. WOLSON: You thought that he
5 could help you on the inside with the two members that
6 the Conservatives had in government?

7 5724 MR. SCHREIBER: Mr. Wolson, it is
8 known that, for example, Mr. Mulroney has very powerful
9 friends with the Liberals.

10 5725 MR. WOLSON: I see.

11 5726 MR. SCHREIBER: For example, Paul
12 Martin and others.

13 5727 I don't know how many friends he has
14 with the Liberals.

15 5728 MR. WOLSON: So you thought that he
16 could do something federally and provincially, did you?

17 5729 MR. SCHREIBER: Behind the curtain,
18 not on the outside.

19 5730 MR. WOLSON: Behind the curtain.

20 5731 MR. SCHREIBER: Yes.

21 5732 MR. WOLSON: All right. Did you ask
22 him?

23 5733 Did you say to him, "You know, Brian,
24 given the state of federal politics right now" -- maybe
25 you put it in different words -- "can you help me

1 federally still, do you think?"

2 5734 Did you ask him that?

3 5735 MR. SCHREIBER: No, it went so

4 wonderful with Ouellet that there was nothing to do at

5 the moment.

6 5736 MR. WOLSON: Well, if it went

7 so wonderful, why did you need Mr. Mulroney to continue

8 with Bear Head?

9 5737 MR. SCHREIBER: What would I know

10 what was going to happen the next day?

11 5738 MR. WOLSON: Would you have said to

12 him, "Mr. Mulroney," or, "Brian -- "

13 5739 I am sure you called him Brian, did

14 you?

15 5740 MR. SCHREIBER: Yes.

16 5741 MR. WOLSON: Would you have said,

17 "Brian, you know, let's wait and see what happens. I'm

18 not sure that I need you on this project any more"?

19 5742 Did you say that to him?

20 5743 MR. SCHREIBER: No.

21 5744 MR. WOLSON: No.

22 5745 MR. SCHREIBER: I was convinced that

23 I would need him sooner or later.

24 5746 And he was, too, because he was

25 interested, Mr. Wolson.

1 5747 MR. WOLSON: This would be a
2 convenient time to break for the morning.

3 5748 COMMISSIONER OLIPHANT: All right.
4 It's coming up on 10:45. We will break until 11
5 o'clock this morning.

6 --- Upon recessing at 10:43 a.m. / Suspension à 10 h 43
7 --- Upon resuming at 11:05 a.m. / Reprise à 11 h 05

8 5749 THE REGISTRAR: All rise. Veuillez
9 vous lever.

10 5750 COMMISSIONER OLIPHANT: Be seated,
11 please.

12 5751 Mr. Wolson...?

13 5752 MR. WOLSON: Mr. Schreiber, other
14 than the meeting at the Mirabel, then the meeting at
15 the Queen Elizabeth, and then the meeting at the Pierre
16 Hotel, I'm assuming that you didn't meet with
17 Mr. Mulroney in between those times.

18 5753 MR. SCHREIBER: That's correct, sir.

19 5754 MR. WOLSON: Did you from time to
20 time, other than these three meetings, have coffee with
21 Mr. Mulroney? I'm talking now after he left office.

22 5755 Did you come to Montréal and call him
23 up for a cup of coffee?

24 5756 MR. SCHREIBER: No.

25 5757 MR. WOLSON: No. Did you have coffee

1 with him at the Mirabel Hotel?

2 5758 MR. SCHREIBER: I don't recall
3 whether he had tea or coffee, but we had something to
4 drink and to eat.

5 5759 MR. WOLSON: You either had tea or
6 coffee?

7 5760 MR. SCHREIBER: Yes.

8 5761 MR. WOLSON: What about at the --

9 5762 MR. SCHREIBER: Or he could have had
10 water too. I don't know.

11 5763 MR. WOLSON: Yes. What about at
12 the -- is it the Gold Room it's called?

13 5764 MR. SCHREIBER: The Gold Key Section.

14 5765 MR. WOLSON: The Gold Key Section.

15 5766 MR. SCHREIBER: M'hmm.

16 5767 MR. WOLSON: And what about there,
17 did you have tea or coffee there?

18 5768 MR. SCHREIBER: This is what I meant.
19 This is where I met with him.

20 5769 MR. WOLSON: I understand you met
21 with him at the Queen Elizabeth --

22 5770 MR. SCHREIBER: At this lounge.

23 5771 MR. WOLSON: But I'm asking you, did
24 you have -- did the two of you have coffee then?

25 5772 MR. SCHREIBER: At the Queen

1 Elizabeth?

2 5773 MR. WOLSON: Yes.

3 5774 MR. SCHREIBER: Yes, coffee or tea or
4 water. I don't know.

5 5775 MR. WOLSON: Okay. So the locations
6 that you did that were at Mirabel and at the Queen
7 Elizabeth in Canada at least, where you met and had
8 coffee or tea or water and exchanged, you to him,
9 \$100,000?

10 5776 MR. SCHREIBER: Yes.

11 5777 MR. WOLSON: Yes. You know that
12 Mr. Mulroney's position is that it wasn't \$100,000 that
13 you gave him but \$75,000 on each occasion.

14 5778 MR. SCHREIBER: Yes.

15 5779 MR. WOLSON: What is your response to
16 that?

17 5780 MR. SCHREIBER: It's wrong.

18 5781 MR. WOLSON: Pardon me?

19 5782 MR. SCHREIBER: It's wrong.

20 5783 MR. WOLSON: It's wrong?

21 5784 MR. SCHREIBER: Yes.

22 5785 MR. WOLSON: How do you know it was
23 \$100,000?

24 5786 MR. SCHREIBER: Because I always
25 brought \$100,000.

1 5787 MR. WOLSON: How do you know that?
2 Did you count it?

3 5788 MR. SCHREIBER: Sure I counted when I
4 brought it.

5 5789 MR. WOLSON: Okay. Where did you get
6 the hundred thousand dollars that you brought for him
7 at the Queen Elizabeth Hotel?

8 5790 MR. SCHREIBER: They came all from
9 the Swiss bank.

10 5791 MR. WOLSON: Well, when did you get
11 that thousand dollars(sic) to give to Mr. Mulroney at
12 the Queen Elizabeth Hotel on December 18th, you said?

13 5792 MR. SCHREIBER: I have no
14 recollection. I would have to look at my diaries
15 whether I had a meeting with the bank in Zurich or not.

16 5793 MR. WOLSON: But did the money come
17 from Europe?

18 5794 MR. SCHREIBER: Please...?

19 5795 MR. WOLSON: Did the money come from
20 a bank in Europe?

21 5796 MR. SCHREIBER: Always.

22 5797 MR. WOLSON: Always. You got \$1,000
23 Canadian bills in Europe?

24 5798 MR. SCHREIBER: Yes.

25 5799 MR. WOLSON: I think you told

1 Mr. Mansbridge that in Europe it's easy to spend \$1,000
2 note; in Canada your experience is it is quite
3 difficult.

4 5800 MR. SCHREIBER: Yes. Once in a while
5 nearly impossible.

6 5801 MR. WOLSON: Yes. All right.

7 5802 You just told the Commissioner that
8 between the Queen Elizabeth meeting in December on the
9 18th, 1993, you never met with him again until you met
10 with him at the Pierre Hotel?

11 5803 MR. SCHREIBER: Yes.

12 5804 MR. WOLSON: And that was December 8,
13 1994?

14 5805 MR. SCHREIBER: This is my
15 recollection, yes.

16 5806 MR. WOLSON: By the way, we know that
17 you paid Fred Doucet \$90,000 because we went over that
18 yesterday, I think a cheque on 15 November 1988.

19 5807 MR. SCHREIBER: Yes.

20 5808 MR. WOLSON: Did you pay him other
21 monies?

22 5809 MR. SCHREIBER: Not to my
23 recollection. I think I told you or it could be that
24 he sent another bill to a company in Switzerland,
25 Merkur, for \$30,000 --

1 5810 MR. WOLSON: Merkur?

2 5811 MR. SCHREIBER: -- but I'm not sure.

3 5812 MR. WOLSON: Merkur?

4 5813 MR. SCHREIBER: Yes.

5 5814 MR. WOLSON: Okay. And for how much

6 did you say?

7 5815 MR. SCHREIBER: Please, \$30,000.

8 5816 MR. WOLSON: \$30,000.

9 5817 MR. SCHREIBER: Yes.

10 5818 MR. WOLSON: Okay.

11 5819 MR. SCHREIBER: I saw somewhere a

12 note about this, but I'm not sure.

13 5820 MR. WOLSON: What was he doing for

14 you other than getting appointments for you, or was

15 that what you had him do after the UIP was signed?

16 5821 MR. SCHREIBER: Yeah, he worked --

17 the money he got in '88, as you know, and the other

18 money as well, '88 to '89.

19 5822 MR. WOLSON: Yes...?

20 5823 MR. SCHREIBER: He did not get any

21 money in the meantime.

22 5824 MR. WOLSON: Yes.

23 5825 MR. SCHREIBER: Unless Bear Head paid

24 him. I don't know that at the moment.

25 5826 MR. WOLSON: Okay. But you said the

1 money in 1988, the \$90,000, was for getting Mr. Perrin
2 Beatty to sign the UIP?

3 5827 MR. SCHREIBER: That's correct.

4 5828 MR. WOLSON: Okay. So any other
5 money that he got would have been either that \$30,000
6 you think you paid him or Bear Head would have paid
7 him?

8 5829 MR. SCHREIBER: Yes.

9 5830 MR. WOLSON: Okay. Was part of his
10 retainer to get you appointments when you wanted them?

11 5831 MR. SCHREIBER: Well, I have a
12 problem with your word "retainer". I never had a
13 formal retainer with him.

14 5832 MR. WOLSON: Okay. Was part of your
15 arrangement with --

16 5833 MR. SCHREIBER: You may call it, yes.

17 5834 MR. WOLSON: Yes. I think he calls
18 it a retainer, so that's why --

19 5835 MR. SCHREIBER: Yeah.

20 5836 MR. WOLSON: Yes.

21 5837 MR. SCHREIBER: Yes.

22 5838 MR. WOLSON: You don't call it a
23 retainer. You call it a business arrangement?

24 5839 MR. SCHREIBER: Yeah. It was never
25 identified or defined in a special way.

1 5840 MR. WOLSON: There was no mandate --
2 5841 MR. SCHREIBER: No.
3 5842 MR. WOLSON: -- with you and Fred
4 Doucet.
5 5843 MR. SCHREIBER: No.
6 5844 MR. WOLSON: Okay.
7 5845 MR. SCHREIBER: We had -- as far as I
8 recall, when he became a lobbyist he put Bitucan and
9 Bear Head as his clients, but otherwise I don't know.
10 5846 MR. WOLSON: All right. Let me ask
11 you, then, you don't meet Mr. Mulroney after December
12 18th until December 8, 1994?
13 5847 MR. SCHREIBER: Yes.
14 5848 MR. WOLSON: Almost one year passes?
15 5849 MR. SCHREIBER: Yes.
16 5850 MR. WOLSON: Had the enthusiasm for
17 Bear Head in Québec started to die down a little?
18 5851 MR. SCHREIBER: I would have to look
19 at the documents, but I think there was quite some
20 activity in '94 because, as I told you, still in '95
21 the Canadian Ambassador sent a letter to me -- and I'm
22 sure you have it in your files -- that he was in Canada
23 and that he learned things are moving well and a
24 decision will be made soon.
25 5852 MR. WOLSON: In 1994 Mr. Lalonde was

1 working for you.

2 5853 MR. SCHREIBER: Yes. Bear Head.

3 5854 MR. WOLSON: Bear Head.

4 5855 MR. SCHREIBER: Yes.

5 5856 MR. WOLSON: He was working for Bear

6 Head, of course.

7 5857 MR. SCHREIBER: Yes.

8 5858 MR. WOLSON: Well, did you call

9 Mr. Mulroney and ask him in that year -- it's almost

10 the whole year, December 18, '93, December 8, '94.

11 It's just 10 days shy of a whole year.

12 5859 Did you call Mr. Mulroney and say to

13 him: Brian, where are we at? What are you doing for

14 me? Give me an update, tell me what's happening.

15 5860 Did you do that?

16 5861 MR. SCHREIBER: No, we could do

17 nothing as long as we would not have an arrangement

18 with the federal government, as I told you earlier.

19 5862 MR. WOLSON: I thought that you said

20 he could do something you thought provincially.

21 5863 MR. SCHREIBER: Yeah, but that would

22 take place only if we have an arrangement with the

23 federal government, otherwise why would he do anything

24 in Québec?

25 5864 MR. WOLSON: So what you are saying,

1 if he couldn't do it federally --

2 5865 MR. SCHREIBER: Yeah.

3 5866 MR. WOLSON: -- it couldn't happen;
4 right?

5 5867 MR. SCHREIBER: Yes, because we
6 needed DND to make the deal.

7 5868 MR. WOLSON: Sure. And he was --
8 your view was that even though the Conservatives only
9 had two seats, you felt that he could still make it
10 happen behind the curtains?

11 5869 MR. SCHREIBER: With his Liberal
12 friends, yes. Or be helpful I mean, not make it
13 happen.

14 5870 MR. WOLSON: Did he tell you? Did
15 you call him after Christmas of 1993 -- I know you
16 didn't want to disturb him at Christmas time. Did you
17 call him in January or February or March or April or
18 May? Did you call him and say: Brian, are you making
19 any progress for me?

20 5871 MR. SCHREIBER: No, I have no
21 recollection on that because by that time Mr. Massmann
22 and Mr. Lalonde were working on the federal level, and
23 as long as there was no decision there was nothing to
24 talk. But --

25 5872 MR. WOLSON: But Mr. -- yes, go

1 ahead.

2 5873 MR. SCHREIBER: Mr. Mulroney called
3 me and I spoke to him and I think that was later in '94
4 when Stevie Cameron came up with her book "On the Take"
5 also. I have a vague recollection.

6 5874 MR. WOLSON: But I'm asking you
7 whether you called Mr. Mulroney and asked him to give
8 you an update on where he's at.

9 5875 MR. SCHREIBER: No. No.

10 5876 MR. WOLSON: You stood to gain, if
11 everything went your way, \$1.8 billion --

12 5877 MR. SCHREIBER: Yes.

13 5878 MR. WOLSON: -- and you don't call
14 the man who is working for you, who you are paying, and
15 say to him: Brian, come on, what's happening, give me
16 something. Tell me what you're doing.

17 5879 You don't do that?

18 5880 MR. SCHREIBER: He could do nothing,
19 I told you, on the federal level and there was Marc
20 Lalonde with Mr. Ouellet, and there was no need for him
21 to do anything.

22 5881 MR. WOLSON: If he couldn't do
23 anything why did you pay him \$100,000 in 1993, December
24 18th, if he couldn't do anything for you on Bear Head?

25 5882 MR. SCHREIBER: Well, I hoped he

1 could do something.

2 5883 MR. WOLSON: But you just said he
3 couldn't do anything.

4 5884 MR. SCHREIBER: Without a federal
5 thing.

6 5885 MR. WOLSON: I understand that.

7 5886 MR. SCHREIBER: He was more or less
8 waiting for his moment to do something. When you
9 have -- when you have a show, you have actors,
10 different actors, and they show up at different times
11 in different roles, Mr. Wolson.

12 5887 MR. WOLSON: If he couldn't do
13 anything for you federally because he only had two
14 Conservative members with seats --

15 5888 MR. SCHREIBER: Yes.

16 5889 MR. WOLSON: -- you gave him \$100,000
17 at the Queen Elizabeth Hotel knowing that.

18 5890 MR. SCHREIBER: Sure.

19 5891 MR. WOLSON: I think I was up to May.
20 5892 June, July, August, September,
21 October, November 1994, did you call him and say to
22 him: Brian, where are we at?

23 5893 MR. SCHREIBER: No.

24 5894 MR. WOLSON: \$1.8 billion potentially
25 and you don't do that.

1 5895 MR. SCHREIBER: No.

2 5896 MR. WOLSON: Did you call him and
3 say: Brian, could I get a statement of account?

4 5897 MR. SCHREIBER: No.

5 5898 MR. WOLSON: All right. Did you say
6 to Fred Doucet: Fred, can you find out what Brian is
7 doing for me? Did you do that?

8 5899 MR. SCHREIBER: No.

9 5900 MR. WOLSON: Did you say to Elmer
10 MacKay: Can you find out what Brian is doing for me?
11 Did you do that?

12 5901 MR. SCHREIBER: No. I don't recall.
13 5902 I got my reports anyhow from
14 Mr. Alford what's going on there. And the Thyssen
15 people informed me, which have been in the day by day
16 business. There was no need to ask anybody else. They
17 run the action.

18 5903 MR. WOLSON: But you said that
19 Mr. Alford didn't know that Mr. Mulroney was working
20 for you and Bear Head.

21 5904 MR. SCHREIBER: I speak about what
22 they did with the Québec government, with the Liberals.
23 This has nothing to do with Mr. Mulroney.

24 5905 MR. WOLSON: But you would be
25 interested, I would think, to know what the man,

1 Mr. Mulroney, is doing for you.

2 5906 MR. SCHREIBER: No.

3 5907 MR. WOLSON: But you weren't?

4 5908 MR. SCHREIBER: No.

5 5909 MR. WOLSON: All right.

6 5910 MR. SCHREIBER: It was my

7 understanding he had to wait until we get somehow a

8 deal with the federal government.

9 5911 MR. WOLSON: I see. If you had a

10 deal with the federal government, why would you need

11 Mr. Mulroney? If you had a deal, you would have a

12 deal, wouldn't you?

13 5912 MR. SCHREIBER: Yes. But perhaps on

14 the provincial side.

15 5913 Mr. Wolson, I had Marc Lalonde and

16 Marc Lalonde and Mr. Mulroney are not friends.

17 5914 MR. WOLSON: But you understand

18 that -- you just told the Commissioner you couldn't get

19 a provincial deal; you needed to get it federally. You

20 needed to get DND onside.

21 5915 MR. SCHREIBER: Yes, but this is

22 nothing Mr. Mulroney could do.

23 5916 MR. WOLSON: My oh my, Mr. Schreiber,

24 you answer in circles, because it seems to me that if

25 you hired the man to lobby for you, you would want to

1 ask him what he's doing for you. But you don't.

2 5917 MR. SCHREIBER: No. It depends how
3 you look at the situation and you must allow me that I
4 have my own thoughts about my business, Mr. Wolson.

5 5918 MR. WOLSON: I'm sure you do.

6 5919 COMMISSIONER OLIPHANT: Mr. Wolson, I
7 would like to ask a question.

8 5920 It seems to me -- I want to make sure
9 I've got your evidence correctly -- that it didn't
10 matter to you that Mr. Mulroney was doing nothing. You
11 paid him even though he was doing nothing.

12 5921 MR. SCHREIBER: At the moment.

13 5922 COMMISSIONER OLIPHANT: When did you
14 change your mind?

15 5923 MR. SCHREIBER: At the end.

16 5924 COMMISSIONER OLIPHANT: Well, when
17 did the end come?

18 5925 MR. SCHREIBER: After '94 I didn't
19 pay him any more.

20 5926 COMMISSIONER OLIPHANT: You paid him
21 \$300,000.

22 5927 MR. SCHREIBER: Yes, up to the end of
23 '94.

24 5928 COMMISSIONER OLIPHANT: And you had
25 no complaints about the fact that he was doing nothing.

1 You were paying him hopefully, in the hope rather, that
2 something might come together?

3 5929 MR. SCHREIBER: Yes. Yes.

4 5930 COMMISSIONER OLIPHANT: Did you tell
5 him that that was the condition?

6 5931 MR. SCHREIBER: It was normal. It
7 was understanding. What else could he do?

8 5932 I told you yesterday, Commissioner,
9 that I had three reasons to help him.

10 5933 COMMISSIONER OLIPHANT: But just a
11 second.

12 5934 Didn't you sue him for the \$300,000?

13 5935 MR. SCHREIBER: That was later.

14 5936 COMMISSIONER OLIPHANT: Okay.

15 5937 MR. SCHREIBER: That was in 2004,
16 when he refused to do anything else when I asked him to
17 participate in the pasta business and he refused to do
18 so.

19 5938 MR. WOLSON: All right, let's carry
20 on.

21 5939 December 8th, 1994 you meet with him
22 at the Pierre Hotel in New York City.

23 5940 MR. SCHREIBER: Yes.

24 5941 MR. WOLSON: Why in New York?

25 5942 MR. SCHREIBER: Because I was in New

1 York.

2 5943 MR. WOLSON: Did you bring money this
3 time?

4 5944 MR. SCHREIBER: Yes.

5 5945 MR. WOLSON: How much?

6 5946 MR. SCHREIBER: \$100,000.

7 5947 MR. WOLSON: Where did you get it?

8 5948 MR. SCHREIBER: Switzerland.

9 5949 MR. WOLSON: Were you coming from
10 Switzerland to New York or Switzerland-Canada-New York?

11 5950 MR. SCHREIBER: No, from Germany.
12 From Germany.

13 5951 MR. WOLSON: I'm sorry. You came
14 from Germany to New York City or did you come from
15 Germany to Canada to New York?

16 5952 MR. SCHREIBER: No, either from
17 Switzerland or from Germany I came direct to New York.

18 5953 MR. WOLSON: All right.

19 5954 MR. SCHREIBER: I'm pretty convinced
20 I came from Germany.

21 5955 MR. WOLSON: You know, I have come
22 from Europe to Canada even back in those days, and the
23 Americans are very tough on bringing large amounts of
24 money into the country. They ask you on a form and
25 they say are you carrying more than \$10,000 currency.

1 Everyone on the airplane gets one of those and you sign
2 it to sign for its honesty.

3 5956 Did you get a form like that and did
4 you tell the Americans you were bringing \$100,000
5 \$1,000 Canadian bills into the United States of
6 America?

7 5957 MR. SCHREIBER: No, I have no
8 recollection, as I told you yesterday, and I'm not even
9 sure whether it was the same thing in that days.

10 5958 MR. WOLSON: I see. All right.

11 5959 So you are packing \$100,000 \$1,000
12 bills and you make your way to New York, New York, at
13 the Pierre Hotel?

14 5960 MR. SCHREIBER: Yes.

15 5961 MR. WOLSON: Mr. Doucet arranged that
16 meeting?

17 5962 MR. SCHREIBER: Yes.

18 5963 MR. WOLSON: Did you have a room
19 there?

20 5964 MR. SCHREIBER: Yes.

21 5965 MR. WOLSON: Did you meet
22 Mr. Mulroney in that room?

23 5966 MR. SCHREIBER: Yes.

24 5967 MR. WOLSON: And, by the way, let me
25 just back up for one second.

1 5968 When you met him at the Queen
2 Elizabeth Hotel in the Gold Key Room, you gave him
3 \$100,000 publicly?

4 5969 MR. SCHREIBER: Yes, in an envelope.
5 I mean, when you sit in the room and hand over an
6 envelope, who knows what is in the envelope.

7 5970 MR. WOLSON: All right. But in the
8 Pierre Hotel you meet privately in a room?

9 5971 MR. SCHREIBER: Yes.

10 5972 MR. WOLSON: And this time you have a
11 visitor with you?

12 5973 MR. SCHREIBER: Yes, unexpected.

13 5974 MR. WOLSON: Unexpected visitor,
14 Freddie Doucet -- Fred Doucet.

15 5975 MR. SCHREIBER: Yes.

16 5976 MR. WOLSON: What did you call him,
17 Fred or Freddie?

18 5977 MR. SCHREIBER: Fred.

19 5978 MR. WOLSON: Fred. And so there's
20 the three of you in this room?

21 5979 MR. SCHREIBER: Yes.

22 5980 MR. WOLSON: How long does that
23 meeting last for between you and Mr. Doucet and
24 Mr. Mulroney?

25 5981 MR. SCHREIBER: I think it started

1 around 11:00 or so, then we had this lunch. Maybe an
2 hour, an hour 15 minutes or something like that.

3 5982 MR. WOLSON: Mr. Mulroney said that
4 at that meeting he gave you a full update on what he
5 had done for you.

6 5983 MR. SCHREIBER: No.

7 5984 MR. WOLSON: Did that happen?

8 5985 MR. SCHREIBER: No.

9 5986 MR. WOLSON: What did you talk about
10 for an hour or an hour and a half?

11 5987 MR. SCHREIBER: Oh, well, we spoke
12 about the situation in Québec and there was the new
13 white paper coming up with the Forces.

14 5988 MR. WOLSON: Did you talk about the
15 white paper?

16 5989 MR. SCHREIBER: Yes.

17 5990 MR. WOLSON: Did you have a copy of
18 the white paper there?

19 5991 MR. SCHREIBER: No. Mr. Mulroney
20 brought it.

21 5992 MR. WOLSON: He brought a copy of the
22 white paper?

23 5993 MR. SCHREIBER: Or a letter from
24 Mr. Massmann based on that.

25 5994 MR. WOLSON: Well, the white paper

1 talks about NATO.

2 5995 MR. SCHREIBER: Yes.

3 5996 MR. WOLSON: Did he talk to you about

4 NATO and the fact that the future for Bear Head would

5 be export in international markets?

6 5997 MR. SCHREIBER: Well, only if Canada

7 would be involved. Mr. Massmann from Thyssen would

8 have not needed anybody in Canada if they wanted to

9 export their product out of Germany.

10 5998 MR. WOLSON: Maybe Canada had better

11 access to certain countries than Germany did because

12 of --

13 5999 MR. SCHREIBER: Especially the

14 Commonwealth, yes.

15 6000 MR. WOLSON: Yes.

16 6001 MR. SCHREIBER: And, as I told you

17 before, the U.S./Canadian Defence Production Sharing

18 Agreement, which was a very, very valuable document.

19 6002 MR. WOLSON: So that was discussed at

20 the meeting?

21 6003 MR. SCHREIBER: H'm?

22 6004 MR. WOLSON: That was raised at the

23 meeting, the white paper?

24 6005 MR. SCHREIBER: What's the situation

25 with the white paper and what is going to happen in

1 Montréal.

2 6006 MR. WOLSON: And it was raised by
3 Mr. Mulroney? He had the white paper?

4 6007 MR. SCHREIBER: Yes, he came with a
5 copy from a letter I think for Mr. Massmann dealing
6 with the white paper also.

7 6008 MR. WOLSON: All right. Okay.

8 6009 Mr. Massmann from Thyssen?

9 6010 MR. SCHREIBER: Yes.

10 6011 MR. WOLSON: Yes.

11 6012 COMMISSIONER OLIPHANT: (Off
12 microphone).

13 6013 MR. SCHREIBER: Please...?

14 6014 COMMISSIONER OLIPHANT: Mr. Massmann
15 had written to Mr. Mulroney?

16 6015 MR. SCHREIBER: It was either to Bear
17 Head or to Mr. Doucet.

18 6016 MR. WOLSON: We will hear evidence
19 about that, Mr. Commissioner, from other witnesses.

20 6017 MR. SCHREIBER: Yes.

21 6018 MR. WOLSON: So did he tell you,
22 Mr. Mulroney, what he had done for you?

23 6019 MR. SCHREIBER: He could do nothing.
24 He was watching what was going on.

25 6020 MR. WOLSON: Did he give you an

1 account of going overseas and consulting with some
2 leaders in China?

3 6021 MR. SCHREIBER: No.

4 6022 MR. WOLSON: He never said anything
5 about that?

6 6023 MR. SCHREIBER: No.

7 6024 MR. WOLSON: Did he tell you that he
8 went over and talked to Mr. Yeltsin from Russia?

9 6025 MR. SCHREIBER: No.

10 6026 MR. WOLSON: Nothing along those
11 lines?

12 6027 MR. SCHREIBER: No.

13 6028 MR. WOLSON: Are you sure of that?

14 6029 MR. SCHREIBER: I'm absolutely sure.
15 And I would wonder very much why he wouldn't have told
16 me at the Queen Elizabeth because he was in this
17 country or at least in China or Russia before that.

18 6030 MR. WOLSON: I want to ask you --

19 6031 MR. SCHREIBER: Why would he wait a
20 year to tell me?

21 6032 MR. WOLSON: I'm asking you about the
22 Pierre Hotel.

23 6033 MR. SCHREIBER: Yeah.

24 6034 MR. WOLSON: Would you focus on that,
25 please?

1 6035 MR. SCHREIBER: Yes.

2 6036 MR. WOLSON: All right.

3 6037 Did he say anything about going over
4 to France and talking to President Mitterrand?

5 6038 MR. SCHREIBER: No.

6 6039 MR. WOLSON: Or going to the United
7 States and doing some work for you there?

8 6040 MR. SCHREIBER: No.

9 6041 MR. WOLSON: You know that Mr. Fred
10 Doucet, who was there at the meeting, said those things
11 happened.

12 6042 MR. SCHREIBER: I know it.

13 6043 MR. WOLSON: You know that
14 Mr. Mulroney has said those things happened.

15 6044 MR. SCHREIBER: I know he said it at
16 the Ethics Committee.

17 6045 MR. WOLSON: You are telling me they
18 didn't happen?

19 6046 MR. SCHREIBER: Didn't happen.

20 6047 MR. WOLSON: Are you sure of that?

21 6048 MR. SCHREIBER: I'm absolutely sure.

22 6049 MR. WOLSON: Was China or Russia an
23 area that could be exploited in terms of Thyssen and
24 sale of vehicles?

25 6050 MR. SCHREIBER: I told you before,

1 it's nonsense in itself. It would never get the COCOM
2 Order. Communist countries would never be allowed to
3 buy NATO equipment. It's pure nonsense.

4 6051 MR. WOLSON: I see. What did you
5 talk about for an hour and a half? That's a long time.

6 6052 MR. SCHREIBER: Yes, but he was quite
7 often running to the washroom because he had diarrhoea.

8 6053 MR. WOLSON: I see.

9 --- Laughter / Rires

10 6054 MR. WOLSON: You know, we have been
11 at this today, if you exclude the breaks, for about an
12 hour and a half. That's a long time. I have asked you
13 a lot of questions today.

14 6055 MR. SCHREIBER: Yes, that's correct.

15 6056 MR. WOLSON: Yes.

16 6057 MR. SCHREIBER: Yes.

17 6058 MR. WOLSON: So an hour and a half,
18 did he -- what did you talk about when you talked?

19 6059 MR. SCHREIBER: He was -- maybe it
20 was an hour and 15 minutes. As I told you before,
21 there is the white paper, the situation in Montréal,
22 there is this -- I think there was something with this
23 "On the Take" with Stevie Cameron and how are you
24 doing, what's going on.

25 6060 We knew that Pelossi was running

1 around with a journalist.

2 6061 I mean, there are a lot of things we
3 might have talked about.

4 6062 MR. WOLSON: All right. It has been
5 now whole year --

6 6063 MR. SCHREIBER: Yes.

7 6064 MR. WOLSON: -- a whole year since
8 you had met and seen Mr. Mulroney.

9 6065 MR. SCHREIBER: Yes.

10 6066 MR. WOLSON: Did you say to him: All
11 right, Brian, tell me what you have done for me? Did
12 you say that?

13 6067 MR. SCHREIBER: No.

14 6068 MR. WOLSON: Did you say: Brian,
15 give me an update, I would like to know where we are
16 at?

17 6069 MR. SCHREIBER: No.

18 6070 MR. WOLSON: Did you ask him for a
19 statement of account?

20 6071 MR. SCHREIBER: No. If he would have
21 something, then he would have told me.

22 6072 MR. WOLSON: So you knew that he
23 couldn't do anything for you. You told the
24 Commissioner that.

25 6073 MR. SCHREIBER: On the federal level.

1 6074 MR. WOLSON: At Bear Head.

2 6075 MR. SCHREIBER: Yes.

3 6076 MR. WOLSON: And without the federal
4 level being secured, there was no provincial that you
5 could do. You needed DND. You have told us that.

6 6077 MR. SCHREIBER: Exactly.

7 6078 MR. WOLSON: So you don't ask him for
8 a progress report. He doesn't give you one.
9 6079 You don't ask him what he has done
10 for you. He doesn't tell you.
11 6080 You talk about "On The Take", a book.
12 You talk about the white paper.

13 6081 I'm sure you exchanged pleasantries.
14 He wasn't feeling well.

15 6082 You know at that time that he can't
16 do anything for you.

17 6083 MR. SCHREIBER: Yes.

18 6084 MR. WOLSON: And you give him another
19 \$100,000.

20 6085 MR. SCHREIBER: Yes.

21 6086 MR. WOLSON: Cash?

22 6087 MR. SCHREIBER: Yes.

23 6088 MR. WOLSON: \$1,000 bills?

24 6089 MR. SCHREIBER: Yes.

25 6090 MR. WOLSON: In the United States of

1 America, Canadian \$1,000 bills?

2 6091 MR. SCHREIBER: Yes.

3 6092 MR. WOLSON: 100 of them?

4 6093 MR. SCHREIBER: Yes.

5 --- Pause

6 6094 MR. WOLSON: That ends the meeting.

7 What did he say when you gave him the money?

8 6095 MR. SCHREIBER: He said nothing.

9 Fred Doucet was in the room. But he looked out of the

10 window and when I handed over the envelope Mr. Mulroney

11 put it in a newspaper, folded it and went to the

12 washroom.

13 6096 MR. WOLSON: Did you tell him what

14 was in the envelope?

15 6097 MR. SCHREIBER: No.

16 6098 MR. WOLSON: Did you say it was

17 \$100,000?

18 6099 MR. SCHREIBER: He knew.

19 6100 MR. WOLSON: Did he ask you what was

20 in the envelope?

21 6101 MR. SCHREIBER: No, when I said here,

22 the next rate I brought for you.

23 6102 MR. WOLSON: The next what?

24 6103 MR. SCHREIBER: The next instalment I

25 brought for you.

1 6104 MR. WOLSON: So you give him \$100,000
2 at the Queen Elizabeth, \$100,000 at the Pierre and you
3 know that if Bear Head is going to happen, it's got to
4 happen federally. You know that.

5 6105 MR. SCHREIBER: Yes. But things can
6 change quite often.

7 6106 MR. WOLSON: There could be another
8 election, I guess.

9 6107 MR. SCHREIBER: For example.

10 6108 MR. WOLSON: Sure. There had just
11 been one. Did the Liberals win a majority?

12 6109 MR. SCHREIBER: Yes.

13 6110 MR. WOLSON: You knew they were there
14 for quite a while when they won a majority.

15 6111 MR. SCHREIBER: Yes.

16 6112 MR. WOLSON: You can't have a
17 non-confidence vote and destroy the government when the
18 government has a majority.

19 6113 MR. SCHREIBER: No.

20 6114 MR. WOLSON: No. You knew the
21 Liberals were there for a number of years.

22 6115 MR. SCHREIBER: Mr. Wolson, if we
23 went --

24 6116 MR. WOLSON: Did you know that, sir?

25 6117 MR. SCHREIBER: I could think it.

1 But look, assume Mr. Chrétien would have a car accident
2 and die. The next Prime Minister is Paul Martin, a
3 very close friend of Mr. Mulroney.

4 6118 How would you know what is going to
5 happen?

6 6119 MR. WOLSON: I see. You are giving
7 him money --

8 6120 MR. SCHREIBER: Yes.

9 6121 MR. WOLSON: Hoping that something
10 happens to Mr. Chrétien.

11 6122 MR. SCHREIBER: No; hoping that one
12 day Mulroney can do something for me.

13 6123 MR. WOLSON: M'hmm.

14 --- Pause

15 6124 MR. SCHREIBER: And by the way,
16 Mr. Wolson, if he would have been engaged in the pasta
17 business a couple of years later, together with me,
18 Bill Gates, Bill Clinton and the Governor of
19 California, Schwarzenegger, he could have been a very,
20 very, very good asset for me in that business.

21 6125 MR. WOLSON: Were you in business
22 with Bill Clinton?

23 6126 MR. SCHREIBER: No, but they --

24 6127 MR. WOLSON: Were you in business
25 with Arnold Schwarzenegger?

1 6128 MR. SCHREIBER: No, but --

2 6129 MR. WOLSON: Were you in business
3 with Mr. Gates?

4 6130 MR. SCHREIBER: No.

5 6131 MR. WOLSON: Thank you.

6 6132 MR. SCHREIBER: They all started to
7 fight obesity which was one of our programs.

8 6133 MR. WOLSON: But you weren't in
9 business with any of them?

10 6134 MR. SCHREIBER: No, but Mr. Mulroney.

11 6135 MR. WOLSON: No. But you were in
12 business with Mr. Mulroney --

13 6136 MR. SCHREIBER: Yes.

14 6137 MR. WOLSON: -- in 1993.

15 6138 MR. SCHREIBER: Yes.

16 6139 MR. WOLSON: And you had a pasta
17 business in 1998.

18 6140 MR. SCHREIBER: Yes.

19 6141 MR. WOLSON: And you're giving him
20 money in 1993 because you're thinking in 1998 you might
21 have a pasta business.

22 6142 MR. SCHREIBER: No. It could have
23 been something else.

24 6143 MR. WOLSON: All right, let's carry
25 on.

1 6144 The situation at the Pierre Hotel,
2 what -- was there an arrangement at the hotel with
3 Elmer MacKay? That is, what was happening?

4 6145 Was Elmer at the hotel, Elmer MacKay?

5 6146 MR. SCHREIBER: Yes.

6 6147 MR. WOLSON: And why is that?

7 6148 MR. SCHREIBER: But I may give you
8 this story the other way around.

9 6149 I was there because there was a huge
10 event from the Atlantik-Brücke. I explained to you
11 earlier this day what it was.

12 6150 MR. WOLSON: I understand it now,
13 thank you.

14 6151 MR. SCHREIBER: And there were people
15 like Mr. Kissinger and all kinds. It's a huge event at
16 the Metropolitan Club with Tony Bennett and his band as
17 a singer, and Bear Head Industries had bought a whole
18 table to support --

19 6152 MR. WOLSON: When was that?

20 6153 MR. SCHREIBER: The evening before.

21 6154 MR. WOLSON: The evening before.

22 6155 MR. SCHREIBER: Yes.

23 6156 MR. WOLSON: So December 7 --

24 6157 MR. SCHREIBER: Yeah.

25 6158 MR. WOLSON: -- at the Metropolitan

1 Club.

2 6159 MR. SCHREIBER: Yes.

3 6160 MR. WOLSON: You are at this big gala
4 event with all of the stars and all of the important
5 people and Bear Head was there.

6 6161 MR. SCHREIBER: It was wonderful.
7 And normally Allan MacEachen should have been there
8 because he was President of the Atlantik-Brücke
9 organization for Canada, but unfortunately he couldn't
10 make it.

11 6162 So now, Elmer MacKay a short time
12 before married his wife Sharon, a wonderful woman, and
13 we are very close friends. And since we had this table
14 there my wife and I decided we invite Elmer and his
15 wife to that event as our wedding gift, and this is
16 what we did.

17 6163 And the next day we had lunch
18 together.

19 6164 MR. WOLSON: Was this a lunch
20 attended by a lot of people --

21 6165 MR. SCHREIBER: No.

22 6166 MR. WOLSON: -- to celebrate their
23 wedding reception?

24 6167 MR. SCHREIBER: No. No. It was my
25 wife and Mrs. MacKay, Mr. MacKay and I.

1 6168 The evening before Mr. Alford
2 attended.

3 6169 MR. WOLSON: All right. So you have
4 explained it very well. You are now going to have
5 lunch with Mr. and Mrs. MacKay, you and your wife.

6 6170 MR. SCHREIBER: Yes.

7 6171 MR. WOLSON: And that's on December
8 8th.

9 6172 MR. SCHREIBER: Yes.

10 6173 MR. WOLSON: And when was that going
11 to happen? You had a meeting at 11 o'clock in the
12 morning with Mr. Mulroney and with Mr. Doucet.

13 6174 MR. SCHREIBER: Yes. When the
14 meeting went over --

15 6175 MR. WOLSON: Yes...?

16 6176 MR. SCHREIBER: -- we went down to
17 the hotel to meet my wife Barbell, Mr. MacKay and
18 Mrs. MacKay and I arranged this as a surprise.

19 6177 MR. WOLSON: You arranged what as a
20 surprise?

21 6178 MR. SCHREIBER: Surprise. Mr. MacKay
22 did not know that Mr. Mulroney was there.

23 6179 MR. WOLSON: Who did you arrange this
24 through?

25 6180 MR. SCHREIBER: H'm?

1 6181 MR. WOLSON: Who did you arrange this
2 surprise through?

3 6182 MR. SCHREIBER: I needed nobody. I
4 invited Elmer and Brian was coming.

5 6183 MR. WOLSON: Okay. So you knew
6 Mr. Mulroney was coming to the room to visit with you.

7 6184 MR. SCHREIBER: Yes. I took him to
8 the lunch as a surprise from for the MacKays.

9 6185 MR. WOLSON: Did you tell
10 Mr. Mulroney you would like him to come downstairs --

11 6186 MR. SCHREIBER: Yes.

12 6187 MR. WOLSON: -- because Elmer MacKay
13 and his wife were there?

14 6188 MR. SCHREIBER: Yes.

15 6189 MR. WOLSON: I see. So Elmer and --
16 I'm sorry, so Mr. Mulroney and Mr. Doucet come
17 downstairs?

18 6190 MR. SCHREIBER: Yes.

19 6191 MR. WOLSON: And do the six of you
20 then have lunch together?

21 6192 MR. SCHREIBER: Yes. Yes.
22 Mr. Mulroney had only tea because he had diarrhoea.

23 6193 MR. WOLSON: We don't have to go
24 there, and it's not a question that I've asked you.

25 6194 MR. SCHREIBER: Yes.

1 6195 MR. WOLSON: I have asked you, did
2 you have lunch together?

3 6196 MR. SCHREIBER: Yes.

4 6197 MR. WOLSON: All right. How long did
5 that last for?

6 6198 MR. SCHREIBER: Again an hour, an
7 hour and a half.

8 6199 MR. WOLSON: I see.

9 --- Pause

10 6200 MR. WOLSON: I want to review with
11 you a memorandum to a file that Mr. Doucet made. You
12 will find that at Book 3, Tab 33.

13 6201 MR. SCHREIBER: Yes.

14 6202 MR. WOLSON: But just before I do
15 that, when you were with Mr. Mulrone y in the hotel room
16 at the Pierre Hotel on your 11 o'clock meeting, did you
17 talk to him about other projects aside from Bear Head?

18 6203 MR. SCHREIBER: Ninety-four. Well,
19 it could be that I mentioned briefly the situation with
20 Archer Daniels, but we could do nothing there as long
21 as we would not be established in Canada.

22 6204 MR. WOLSON: So you may have
23 mentioned something about Archer Daniels?

24 6205 MR. SCHREIBER: Yes.

25 6206 MR. WOLSON: But you --

1 6207 MR. SCHREIBER: This is a pure guess
2 from my side.

3 6208 MR. WOLSON: I see. Because you
4 couldn't do anything about Archer Daniels in Canada in
5 1994.

6 6209 MR. SCHREIBER: That's correct.

7 6210 MR. WOLSON: And that is the only
8 thing you would have been interested with Mr. Mulrone
9 with Archer Daniels was doing something in Canada with
10 him potentially in '94 and '95?

11 6211 MR. SCHREIBER: Yes.

12 6212 MR. WOLSON: Why did you tell the
13 judge in Eurocopter that you hired him in '94 to do
14 Archer Daniels work for you, the section that I read to
15 you earlier from Eurocopter? Why did you do that?

16 6213 MR. SCHREIBER: Well, this was the
17 time when he brought me the first time their brochure,
18 and he would work for me on that.

19 6214 MR. WOLSON: Why did you tell the
20 judge you hired him in 1994, Archer Daniels, when he
21 couldn't do anything for you, you just said?
22 6215 Why did you do that? Why did you
23 tell that to the judge?

24 6216 MR. SCHREIBER: Well, it could very
25 well be that he could do something with us in the

1 future on that. This is nothing that develops in one
2 hour, Mr. Wolson.

3 6217 MR. WOLSON: Why didn't you tell the
4 judge that you hired him for Bear Head, because that is
5 what you had done.

6 6218 MR. SCHREIBER: I don't recall.

7 6219 MR. WOLSON: You don't know. You
8 don't know why?

9 6220 MR. SCHREIBER: No.

10 6221 MR. WOLSON: No.

11 6222 MR. SCHREIBER: But I think I spoke
12 about Bear Head to the judge.

13 6223 MR. WOLSON: You were asked if you
14 hired --

15 6224 MR. SCHREIBER: About Thyssen.

16 6225 MR. WOLSON: You were asked if you
17 hired anybody from government '85 to '93. You didn't
18 say I hired Mulroney to do Bear Head. You didn't.
19 Plain and simple.

20 6226 MR. SCHREIBER: Yes.

21 --- Pause

22 6227 MR. WOLSON: Now, do you have Book 3,
23 Tab 33 available to you?

24 6228 MR. SCHREIBER: Yes.

25 6229 MR. WOLSON: This is Mr. Doucet's

1 memo to a file that he made and we will ask him about
2 it. But because you are here, I want to ask you for
3 your account.

4 6230 This is what Mr. MacKay had to say:
5 "On that date, (Dec. 8/94) I
6 travelled to New York to meet up
7 with MBM..."

8 6231 Brian Mulroney:
9 "... for the purpose of
10 attending a lunch at the
11 invitation of K.S. ..."

12 6232 Who is Karlheinz Schreiber:
13 "... on the occasion of Elmer
14 MacKay's recent wedding."

15 6233 Is that true?

16 6234 MR. SCHREIBER: No.

17 6235 MR. WOLSON:
18 "Elmer and his wife along with
19 Barbell and others were in
20 attendance. It was understood
21 that ahead of the lunch K.S.
22 wanted MBM to provide a report
23 to him on his ongoing assignment
24 of oversight internationally on
25 behalf of K.S.'s corporate

1 interests."

2 6236 Is that true?

3 6237 MR. SCHREIBER: No.

4 "At approximately 11:00 a.m..."

5 6238 That's true, is it?

6 6239 MR. SCHREIBER: Yes.

7 6240 MR. WOLSON:

8 "... MBM and I proceeded to

9 K.S.'s room for approximately 1

10 1/2 hrs. ..."

11 6241 That's true, isn't it?

12 6242 MR. SCHREIBER: Yes.

13 6243 MR. WOLSON:

14 "... the two of them discussed

15 various aspects about MBM's

16 assignment as well as a number

17 of matters where MBM saw

18 opportunities in the

19 international arena."

20 6244 Is that true?

21 6245 MR. SCHREIBER: No.

22 6246 MR. WOLSON:

23 "K.S. provided some materials to

24 MBM about some projects he was

25 pursuing."

1 6247 Is that true? You provided materials
2 to Mr. Mulroney?

3 6248 MR. SCHREIBER: I don't recall.

4 6249 MR. WOLSON:
5 "At the end of the discussions
6 K.S. handed over an envelope
7 indicating that a payment for
8 services and expenses were
9 included."

10 6250 Is that true?

11 6251 MR. SCHREIBER: No.

12 6252 MR. WOLSON:
13 "I was present throughout the
14 discussion period."

15 6253 Is that true?

16 6254 MR. SCHREIBER: Yes.

17 6255 MR. WOLSON:
18 "At the end of the 1 1/2 hrs
19 (approx) we all went down to the
20 restaurant together to join the
21 other guests at the Elmer MacKay
22 luncheon."

23 6256 Is that true?

24 6257 MR. SCHREIBER: No.

25 6258 MR. WOLSON:

1 "Lunch lasted for about 1 1/2
2 hrs and MBM and I left
3 together."

4 6259 MR. SCHREIBER: Yes.

5 --- Pause

6 6260 MR. WOLSON: Two people, Mr. Mulroney
7 and Mr. Doucet, say that that is more or less what
8 happened.

9 6261 MR. SCHREIBER: That's fine, but I
10 was very surprised that Mr. Doucet came. Mr. Doucet
11 was invited from nobody, neither from me nor from the
12 MacKays. That's number one.

13 6262 And if there would have been a
14 wedding luncheon for Mr. MacKay, I'm convinced that
15 Mrs. Mulroney would have joined her husband and nobody
16 else.

17 6263 MR. WOLSON: Well, that's all well
18 and good about having lunch with the MacKays, which I'm
19 sure was a delightful time, but I'm more interested in
20 the time in the hotel room when Mr. Doucet, and I
21 expect Mr. Mulroney to say that you were given a full
22 account of Mr. Mulroney's activities on your behalf.

23 6264 MR. SCHREIBER: And I told you, sir,
24 before, it is nonsense. There is no business with
25 China and Russia on NATO equipment. Forget it. It's a

1 joke.

2 --- Pause

3 6265 MR. WOLSON: And on top of not asking
4 for a statement of account, not asking for what
5 Mr. Mulroney was doing for you, knowing he couldn't do
6 anything for you, as I said before, you gave him more
7 money.

8 6266 Is that true?

9 6267 MR. SCHREIBER: Let me say something
10 to it. I cannot exclude that Mr. Mulroney perhaps said
11 that he had discussions with people in the province but
12 everybody is waiting.

13 6268 But this would have been of no
14 importance to me because, as I told you, as long as the
15 federal government would not agree with DND, nothing
16 would happen.

17 6269 MR. WOLSON: In the end result he had
18 done nothing for you and you gave him more money.

19 6270 MR. SCHREIBER: Yes.

20 6271 MR. WOLSON: That's how you see it?

21 6272 MR. SCHREIBER: Yes. And let me add
22 this, if at that time he would have asked me for more
23 money because he needed it badly, I would have arranged
24 it for him from Germany.

25 6273 MR. WOLSON: I see. And then you

1 would have sued him later.

2 6274 MR. SCHREIBER: This is a different
3 ballgame. This is for business.

4 6275 MR. WOLSON: It's a different
5 ballgame, all right.

6 6276 MR. SCHREIBER: Business. That was
7 business.

8 6277 MR. WOLSON: All right. You sued him
9 later, not because you cared about the \$300,000, you
10 sued him later because you wanted to have an inquiry.

11 6278 That's why you sued him. Isn't that
12 so?

13 6279 MR. SCHREIBER: No.

14 6280 MR. WOLSON: He told the judge or the
15 Commissioner yesterday \$100,000 doesn't mean anything
16 to you, and I'm sure neither does \$300,000. But you
17 sued him for it, didn't you?

18 6281 MR. SCHREIBER: Mr. Wolson, I wanted
19 him to take the stand. I am asking since 1997 for a
20 day in court in Alberta and the difference is I always
21 ask also for an inquiry.

22 6282 And since I learned from Mulroney for
23 years that he would support this idea and help and it
24 didn't happen, I sued him.

25 6283 MR. WOLSON: So in answer to my

1 question, you sued because you wanted an inquiry.

2 That's one of the reasons you sued the man.

3 6284 MR. SCHREIBER: I wanted him to
4 testify, and on top of this I wanted the money back
5 because he hasn't done a thing for me.

6 6285 MR. WOLSON: And you wanted an
7 inquiry and you knew that this was a way to get it.
8 You just said it.

9 6286 It's true, isn't it, sir?

10 6287 MR. SCHREIBER: Why would the lawsuit
11 be necessary for an inquiry? I have the same thing in
12 Alberta where I wait for years so that I can subpoena
13 the people and ask them to take the stand. It's known.

14 6288 MR. WOLSON: Why did you just say
15 because I wanted an inquiry, too. You just said it,
16 sir.

17 6289 MR. SCHREIBER: Yes. I wanted an
18 inquiry anyhow, but this is not why I sued him.

19 6290 MR. WOLSON: Did you abandon the
20 lawsuit?

21 6291 MR. SCHREIBER: Yes.

22 6292 MR. WOLSON: Because you got the
23 inquiry.

24 6293 MR. SCHREIBER: Please...?

25 6294 MR. WOLSON: You abandoned the

1 lawsuit because you got the inquiry.

2 6295 MR. SCHREIBER: Mr. Wolson, I
3 abandoned the lawsuit not to undermine the work of this
4 inquiry, because in Québec the defendant is permitted
5 to cross-examine the plaintiff first in public.

6 6296 MR. WOLSON: I see. And you didn't
7 want to be cross-examined in public?

8 6297 MR. SCHREIBER: Before this inquiry
9 takes up its work I did not want to hurt this inquiry.
10 And yes, this may have cost me \$300,000 to \$500,000.

11 6298 MR. WOLSON: Of course you testified
12 before the Ethics Committee before this inquiry.

13 6299 MR. SCHREIBER: Please...?

14 6300 MR. WOLSON: You testified before the
15 Ethics Committee before we had an inquiry.

16 6301 MR. SCHREIBER: Yes.

17 6302 MR. WOLSON: You didn't want to hurt
18 the work of the inquiry. Is that why you didn't tell
19 the truth at Eurocopter when you were under oath?

20 6303 Is it, sir?

21 6304 MR. SCHREIBER: Different ballgame.

22 6305 MR. WOLSON: Different ballgame.
23 Different ballgame, same oath; right?

24 6306 MR. SCHREIBER: Please...?

25 6307 MR. WOLSON: Oath to tell the truth.

1 6308 MR. SCHREIBER: Well, when I miss
2 something, a detail, so you are telling me I'm not
3 telling the truth?

4 6309 MR. WOLSON: Well, I suppose we will
5 leave that for a higher authority than me.

6 6310 MR. SCHREIBER: Yes.

7 6311 COMMISSIONER OLIPHANT: Mr.
8 Schreiber, in the exchange that you have just had with
9 Mr. Wolson you talked about the lawsuit that you
10 commenced over the \$300,000, saying you wanted to get
11 Mr. Mulroney on the stand.

12 6312 MR. SCHREIBER: Yes.

13 6313 COMMISSIONER OLIPHANT: And then you
14 talked about a lawsuit in Alberta that has been there
15 for years.

16 6314 MR. SCHREIBER: Yes.

17 6315 COMMISSIONER OLIPHANT: Did you sue
18 Mr. Mulroney in Alberta?

19 6316 MR. SCHREIBER: No, sir. I sued the
20 federal government in Alberta since 1997, based on --

21 6317 COMMISSIONER OLIPHANT: Well, what
22 would that have to do with Mr. Mulroney? He was out of
23 power as of '93.

24 6318 MR. SCHREIBER: No. Mr. Mulroney
25 would be a potential witness in that case because it

1 deals with the letter of request to Switzerland, sir.

2 --- Pause

3 6319 MR. WOLSON: If I may just have one
4 moment, please, Mr. Commissioner.

5 --- Pause

6 6320 MR. WOLSON: You told Mr. Roitenberg,
7 my colleague at the Commission, you told him at page 2
8 of your statement, which you have told the Commissioner
9 is true, you said:

10 "Mr. Schreiber provided details
11 about the meetings at Harrington
12 Lake, Mirabel, the Queen
13 Elizabeth Hotel and the Pierre
14 Hotel. The meeting at
15 Harrington Lake and their
16 subsequent meetings all related
17 to the establishment of a plant
18 for Thyssen in Montréal."

19 (As read)

20 6321 What you said in your affidavit, your
21 affidavit in Book 3, Tab 21 -- I will read it to you,
22 paragraph 24:

23 "I made this third payment..."

24 6322 We are talking about the Pierre Hotel
25 now obviously:

1 "... even though, at the time
2 that I made this the payment, it
3 was clear that it was
4 practically impossible for Mr.
5 Mulroney to become involved in
6 the Bear Head Quebec Project
7 (after Mr. Mulroney announced
8 his retirement, the Honourable
9 Kim Campbell, then Leader of the
10 Conservative Party, became the
11 Prime Minister of Canada and
12 called an election in October
13 1993 but lost and the Right
14 Honourable Jean Chrétien became
15 Prime Minister on October 25,
16 1993) because Mr. Mulroney and I
17 agreed..."

18 6323 That was all bracketed. So you say
19 you gave the money to Mr. Mulroney because you and
20 Mr. Mulroney agreed:

21 "... that Mr. Mulroney would
22 continue to be available to
23 assist me in my other business
24 endeavors."

25 6324 Is that a true statement?

1 6325 MR. SCHREIBER: Yes.

2 6326 MR. WOLSON: But that's not what you
3 told my colleague Mr. Roitenberg when you gave him an
4 interview. You said all three payments were related to
5 the Bear Head Project.

6 6327 MR. SCHREIBER: But as I said
7 earlier, if he could not produce anything there and
8 something would come up later on, I might have used him
9 for something else.

10 6328 MR. WOLSON: One of the problems that
11 I have is that you say things at one time and say
12 something else at another time and it is difficult to
13 understand your thinking. But I will push ahead so
14 that we get going and get through this examination.
15 --- Pause

16 6329 MR. WOLSON: You know in 1993 -- I'm
17 sorry, in 2004 when you testified at Eurocopter -- and
18 we have been over that; that you said that you hired
19 him because of pasta -- you made a statement about that
20 to Mr. MacIntyre, Linden MacIntyre, on Book 3, Tab 16.
21 --- Pause

22 6330 MR. WOLSON: Turn to page 17.

23 6331 Are you with me, sir?

24 6332 MR. SCHREIBER: Yes.

25 6333 MR. WOLSON: Page 17, near the bottom

1 of the page Mr. Linden MacIntyre is saying the
2 following:

3 "The few who noticed might have
4 wondered..."

5 6334 The \$300,000. They are trying to
6 find out why you paid \$300,000 to Mr. Mulroney.

7 6335 MR. SCHREIBER: M'hmm.

8 6336 MR. WOLSON: And you would have
9 recalled that because of course you were interviewed by
10 Mr. McIntyre.

11 6337 This is what you said. I will go
12 right back to the middle of Mr. McIntyre's statement.

13 "Hardly anybody noticed that far
14 down in the story, he disclosed
15 that the 300,000 dollars was
16 paid in cash. The few who
17 noticed might have wondered,
18 what for? Mulroney supporters
19 were quick to point out that
20 Schreiber had started up a pasta
21 business, that Mulroney had
22 international business
23 connections, was on the board of
24 a multinational called Archer
25 Daniels Midland that deals in

1 wheat, which is used in pasta.
2 So what did he do to earn
3 300,000 dollars?
4 KARLHEINZ SCHREIBER: So what
5 you are asking me now is...
6 (chuckling)"
7 6338 That means you're laughing.
8 "MR. MCINTYRE (HOST): Very
9 simple, what did he do?"
10 6339 Next page:
11 "What had he done for the money?
12 Um... (chuckling)"
13 6340 You're laughing again and you're
14 smiling today.
15 "Well, I learned, to my great
16 surprise, that he worked with me
17 on spaghetti (laughing) from
18 Archer Daniel. That's true.
19 And he sent me a brochure from
20 Archer Daniel. That's it.
21 LINDEN MACINTYRE (HOST):
22 Brilliant."
23 6341 Then you say:
24 "Maybe it's a pretty expensive
25 brochure. (Laughing)"

1 6342 Do you recall being interviewed?

2 6343 MR. SCHREIBER: Yes.

3 6344 MR. WOLSON: You're laughing there

4 because there was no pasta business in 1993 when you

5 retained Mr. Mulroney for Bear Head?

6 6345 MR. SCHREIBER: If there was nothing

7 active and the story about the pasta came from

8 Mr. Mulroney's spokesperson, and I said well, the only

9 thing he did in the pasta business for me so far is

10 giving me a brochure. Which is correct, because he has

11 done nothing else.

12 6346 MR. WOLSON: You had not hired him

13 for the pasta business.

14 6347 MR. SCHREIBER: H'm?

15 6348 MR. WOLSON: You didn't hire him in

16 '93 for pasta. You didn't. That's why you're laughing

17 about it.

18 6349 MR. SCHREIBER: Yeah, but this is

19 what he said.

20 6350 MR. WOLSON: Yeah, but that's not --

21 it's not what you say.

22 6351 MR. SCHREIBER: No.

23 6352 MR. WOLSON: That's why I can't

24 understand why you told the judge under oath that you

25 hired Mr. Mulroney for pasta.

1 6353 MR. SCHREIBER: This was the first
2 activity in '94, Mr. Wolson. Not '93, in '94 when I
3 received from him the brochure. And I have told you
4 this now three or four times.

5 6354 MR. WOLSON: And three or four times
6 it doesn't make sense, so I won't ask you any more.

7 6355 MR. SCHREIBER: Okay. Not for you.
8 I cannot help you then.

9 6356 MR. WOLSON: No, I'm sure you can't.
10 --- Pause

11 6357 MR. WOLSON: I would be content to
12 recess for lunch if this is convenient for you,
13 Mr. Commissioner.

14 6358 COMMISSIONER OLIPHANT: I am in your
15 gentle hands, Mr. Wolson.

16 6359 Break for lunch until what time?

17 6360 MR. WOLSON: I have never been known
18 to be gentle in that regard.

19 6361 COMMISSIONER OLIPHANT: I guess it
20 depends on where you sit.

21 6362 MR. WOLSON: I see. 1:45 or
22 2 o'clock, whatever you prefer.

23 6363 COMMISSIONER OLIPHANT: Two o'clock
24 is fine.

25 6364 MR. WOLSON: Thank you.

1 --- Upon recessing at 12:00 p.m. / Suspension à 12 h 00
2 --- Upon resuming at 2:00 p.m. / Reprise à 14 h 00
3 6365 COMMISSIONER OLIPHANT: Good
4 afternoon.
5 6366 Be seated, please.
6 6367 Mr. Wolson...
7 6368 MR. WOLSON: Thank you, sir.
8 6369 Good afternoon, Mr. Schreiber.
9 6370 MR. SCHREIBER: Good afternoon.
10 6371 MR. WOLSON: You said something to me
11 earlier this morning, and I never responded, but I
12 certainly heard you. You said that yesterday afternoon
13 you were tired. If you need a break, please, tell us
14 and we will have a break.
15 6372 MR. SCHREIBER: Okay. Thank you.
16 6373 MR. WOLSON: I am sure the
17 Commissioner would do that, so please do that.
18 6374 MR. SCHREIBER: Thank you very much.
19 6375 MR. WOLSON: Who was it that wanted
20 the meeting for The Pierre Hotel on December the 8th of
21 1994?
22 6376 You had a meeting with Mr. Mulroney;
23 who was it who wanted that meeting?
24 6377 MR. SCHREIBER: No, it was the other
25 way around. I told Mr. Doucet when we spoke that I am

1 in New York and that I could see Mr. Mulroney, because
2 I haven't seen him for a year.

3 6378 MR. WOLSON: But had Mr. Mulroney,
4 through Mr. Doucet, asked you if you would meet with
5 him, or was it you who asked Fred Doucet to tell Mr.
6 Mulroney that you wanted to meet with him?

7 6379 How did that occur?

8 6380 MR. SCHREIBER: No, I just told Mr.
9 Doucet that I would be in New York and, as I knew that
10 Mr. Mulroney was quite often in New York, I asked him
11 whether he might be around, it would be a good time --
12 a good moment or time to meet, and he confirmed to me
13 that that would be convenient.

14 6381 MR. WOLSON: It was a good time to
15 meet to talk about nothing?

16 6382 You weren't going to talk to him --
17 that is, when you went to the meeting, there was no
18 agenda. You weren't going to have him report to you
19 about what he has done?

20 6383 What was the purpose of the meeting?

21 6384 MR. SCHREIBER: Well, to speak to
22 him.

23 6385 MR. WOLSON: About what?

24 6386 MR. SCHREIBER: And to bring him
25 other money.

1 6387 MR. WOLSON: But what was the purpose
2 of talking to him, or was it only about money?

3 6388 MR. SCHREIBER: Well, exchanging
4 thoughts about the project in Montreal, as we did.

5 6389 MR. WOLSON: You had to meet to do
6 that, you couldn't do it on the telephone?

7 6390 MR. SCHREIBER: Well, I was in New
8 York, and I told him that I'm in New York, whether he
9 would like to see me.

10 6391 MR. WOLSON: All right.

11 6392 MR. SCHREIBER: As I said to you
12 right now, Mr. Mulroney is quite often in New York.

13 6393 MR. WOLSON: Okay. Were you on your
14 way back to Canada?

15 6394 MR. SCHREIBER: No, I just came to
16 New York.

17 6395 MR. WOLSON: From where, from Europe?

18 6396 MR. SCHREIBER: From Europe, and I
19 went back to Europe.

20 6397 MR. WOLSON: I see. So you weren't
21 going to be in Canada.

22 6398 MR. SCHREIBER: No. The same day,
23 after the meeting, I went back.

24 6399 MR. WOLSON: So you came to New York
25 for the function that you had --

1 6400 MR. SCHREIBER: Yes.

2 6401 MR. WOLSON: -- and you thought that
3 you would do all of this business at one time.

4 6402 MR. SCHREIBER: Yes.

5 6403 MR. WOLSON: Let me ask you, rather
6 than crossing from Europe to Canada, as you did before
7 the Mirabel meeting, or from Europe to Canada before
8 the Queen Elizabeth meeting, and from Europe to New
9 York before The Pierre meeting, where you carried
10 \$100,000 each time with you --
11 6404 Right?

12 6405 MR. SCHREIBER: Yes.

13 6406 MR. WOLSON: Why wouldn't you just
14 have gotten a cheque or a bank draft?
15 6407 It would be a lot easier to cross a
16 border than having a wad of \$1,000 bills in your
17 pocket.

18 6408 MR. SCHREIBER: I never thought about
19 this because the money was there, as I told you, and
20 there was no account on which I could write cheques or
21 what -- it was just to deposit.

22 6409 MR. WOLSON: You couldn't get a bank
23 draft?

24 6410 MR. SCHREIBER: I could have asked
25 the bank to do something, yeah.

1 6411 MR. WOLSON: That would have created
2 a paper trail?

3 6412 MR. SCHREIBER: That was not in my
4 mind.

5 6413 MR. WOLSON: Was the opposite in your
6 mind, not creating a paper trail?

7 6414 MR. SCHREIBER: No.
8 6415 I hadn't even thought about it. You
9 know, when you say paper trail, as soon as Mr. Mulroney
10 would have provided any services and would have
11 rendered an invoice, there would be a document, and
12 that's the only thing I would care about.

13 6416 MR. WOLSON: Did you ask for an
14 invoice?

15 6417 MR. SCHREIBER: No, because there was
16 nothing he had done that he could invoice so far.

17 6418 MR. WOLSON: Did you ask for an
18 invoice in 1996, or `97, or `98, or `99, or 2000 --

19 6419 MR. SCHREIBER: No.

20 6420 MR. WOLSON: -- and on and on and on?
21 6421 Did you do that?

22 6422 MR. SCHREIBER: No.

23 6423 MR. WOLSON: No. You said to the
24 inquiry and the Commissioner this morning that you were
25 hoping that Mr. Mulroney could do something in the

1 Province of Quebec --

2 6424 MR. SCHREIBER: Yes.

3 6425 MR. WOLSON: -- and you stated that

4 about the meeting at The Pierre Hotel.

5 6426 Right?

6 6427 You were still hopeful at The Pierre

7 that he could do something in Quebec.

8 6428 MR. SCHREIBER: No, the new event

9 came up with the White Paper, and there was progress in

10 Quebec with Bear Head. We had Mr. Ouellet and it was

11 looking pretty promising, including the fourth company,

12 and they had looked up a site in Montreal. There was

13 really movement.

14 6429 MR. WOLSON: The only problem in

15 Quebec about having Mr. Mulroney try to do something

16 with the Quebec government was that, on September 12th,

17 1994, a couple of months before this meeting, Mr.

18 Parizeau -- the Parti Québécois had won the election.

19 6430 Did you expect Mr. Mulroney to have

20 some influence with Mr. Parizeau?

21 6431 MR. SCHREIBER: No, that's not a

22 question of Mr. Parizeau alone, it could be a question

23 of the City of Montreal or whatever.

24 6432 MR. WOLSON: So now it's the city,

25 not the province.

1 6433 MR. SCHREIBER: Both. Whoever is
2 involved.

3 6434 MR. WOLSON: I see. So we have gone
4 from the federal government to the provincial
5 government to the municipal government.

6 6435 MR. SCHREIBER: And if the project
7 would have been in a village, it would have been the
8 village --

9 6436 MR. WOLSON: A village government, I
10 see.

11 6437 MR. SCHREIBER: Sure, the mayor.

12 6438 MR. WOLSON: Did you try to speak to
13 the mayor of Montreal?

14 6439 MR. SCHREIBER: No.

15 6440 MR. WOLSON: No.

16 6441 Or have Mr. Mulroney do that for you?
17 6442 You didn't.

18 6443 MR. SCHREIBER: I had no reason to do
19 that.

20 6444 MR. WOLSON: I just want to go back
21 to one area that I neglected to ask you about. I
22 believe you have said this before, and I want you to
23 confirm it, that at the QE -- the Queen Elizabeth
24 meeting -- or at the Mirabel meeting -- and I can't
25 remember which one -- you told Mr. Mulroney that you

1 were thinking of suing the Canadian government because
2 they hadn't carried through on the promises that they
3 had made to you.

4 6445 You did that, did you?

5 6446 MR. SCHREIBER: Maybe we spoke about
6 this already in August, I am not sure --

7 6447 MR. WOLSON: August -- but you did
8 speak, whether it was at the Queen Elizabeth or at
9 Mirabel --

10 6448 MR. WOLSON: Or even earlier, I'm not
11 sure.

12 6449 I told him. He knew that Thyssen --
13 after the sole-source order with General Motors, that
14 it was Thyssen's intention to sue, especially mine.

15 6450 MR. WOLSON: Yeah.

16 6451 MR. SCHREIBER: And I told you why it
17 didn't happen.

18 6452 MR. WOLSON: But you did tell him
19 that.

20 6453 MR. SCHREIBER: Yes.

21 6454 MR. WOLSON: And you told him that at
22 one of these two meetings, either Mirabel or Queen
23 Elizabeth.

24 6455 You would say that, would you? You
25 have said it before, I think.

1 6456 Is that true?

2 6457 MR. SCHREIBER: Yes.

3 6458 MR. WOLSON: All right. Now, I asked
4 you this morning whether you are sure that you paid
5 \$300,000, and you said that you were.

6 6459 MR. SCHREIBER: Yes.

7 6460 MR. WOLSON: Is that because you
8 checked afterwards with your bank to find out how much
9 the withdrawals were?

10 6461 MR. SCHREIBER: No.

11 6462 MR. WOLSON: It was because you just
12 always knew it?

13 6463 MR. SCHREIBER: Because I did it.

14 6464 MR. WOLSON: Did you have any contact
15 with Mr. Mulroney from the December 8th, 1994 meeting
16 at The Pierre Hotel up until you called him about the
17 LOR, the Letter of Request?

18 6465 MR. SCHREIBER: I think so.

19 6466 MR. WOLSON: What was that contact?
20 6467 Did you meet with him?

21 6468 MR. SCHREIBER: No, telephone.

22 6469 MR. WOLSON: Did you ask him on the
23 telephone, "Brian, what are you doing for me regarding
24 the retainer or the moneys that I have given you"?

25 6470 MR. SCHREIBER: No, we discussed the

1 other matters, Stevie Cameron's book and things like
2 that.

3 6471 MR. WOLSON: But you did call him
4 when you became aware of the Letter of Request.

5 6472 MR. SCHREIBER: Absolutely.

6 6473 MR. WOLSON: And you told Mr.
7 Roitenberg in your statement to the Commission that
8 when you called him to discuss this with him, you
9 called and spoke to him a number of different times?

10 6474 MR. SCHREIBER: Yes.

11 6475 MR. WOLSON: You never --
12 understandably so, but you never raised with him the
13 payments that you had made to him?

14 6476 MR. SCHREIBER: No.

15 6477 MR. WOLSON: There are two entries in
16 your diary, and you would find them at Book 3, Tab 30.

17 6478 MR. SCHREIBER: I have no 30 in
18 this --

19 6479 MR. WOLSON: Book 3, No. 30.

20 6480 MR. SCHREIBER: There is no No. 30.

21 --- Pause

22 6481 MR. SCHREIBER: Okay.

23 6482 MR. WOLSON: You have a note in your
24 book at December 23rd. On the top it says, "Doucet --"

25 6483 It's at 7:00 a.m. Do you see that?

1 6484 MR. SCHREIBER: What year is that,
2 please, sir?

3 6485 MR. WOLSON: December the 23rd, 1994.

4 6486 MR. SCHREIBER: Yes.

5 6487 MR. WOLSON: So two days before
6 Christmas, 1994.

7 6488 MR. SCHREIBER: Yes.

8 6489 MR. WOLSON: In your book you have,
9 "Doucet, Brian, Dick Cheney."

10 6490 MR. SCHREIBER: Yes.

11 6491 MR. WOLSON: It's the same Dick
12 Cheney that later went on to be the Vice-President of
13 the United States?

14 6492 MR. SCHREIBER: Yes.

15 6493 MR. WOLSON: Was there a meeting
16 between Mr. Doucet, Mr. Mulroney and Dick Cheney?

17 6494 MR. SCHREIBER: I don't recall.

18 6495 MR. WOLSON: Dick Cheney was involved
19 with military matters before he became Vice-President?

20 6496 MR. SCHREIBER: I am not directly
21 sure, but I know that he was heavily involved when
22 General Schwarzkopf used to be the commander of the
23 forces in Kuwait.

24 6497 MR. WOLSON: All right.

25 6498 COMMISSIONER OLIPHANT: He was the

1 Secretary of Defence at the time.

2 6499 MR. SCHREIBER: Yeah, and there was a
3 request for Fox vehicles, because everybody was scared
4 that the Iraqis could use chemical or biochemical
5 warfare.

6 6500 MR. WOLSON: Did you ask Mr. Mulroney
7 to speak to Dick Cheney on your behalf?

8 6501 MR. SCHREIBER: I don't recall.

9 6502 MR. WOLSON: Then, if you would go
10 forward to 1995 -- it's in the same tab, just turn the
11 pages.

12 6503 February 24th, 1995 --

13 6504 MR. SCHREIBER: Yes.

14 6505 MR. WOLSON: On the right-hand side
15 you talk about Clinton.

16 6506 I am assuming that was Bill Clinton?

17 6507 MR. SCHREIBER: About whom?

18 6508 MR. WOLSON: Are you on February
19 24th?

20 6509 MR. SCHREIBER: Yes.

21 6510 MR. WOLSON: If you go down the page
22 on the right-hand side, in the margin --

23 6511 MR. SCHREIBER: Yes.

24 6512 MR. WOLSON: -- it says, "Clinton in
25 Ottawa".

1 6513 MR. SCHREIBER: Yes.

2 6514 MR. WOLSON: Did you meet him?

3 6515 MR. SCHREIBER: No.

4 6516 MR. WOLSON: Did you ask Mr. Mulroney
5 to talk to him?

6 6517 MR. SCHREIBER: I really don't
7 recall.

8 6518 MR. WOLSON: Book 3, Tab 30. It has
9 the words written underneath that, "Brian, Ronald,
10 Fred, Corbeil, Marc".

11 6519 MR. SCHREIBER: Yes.

12 6520 MR. WOLSON: Is that related to Mr.
13 Clinton?

14 6521 MR. SCHREIBER: I really don't
15 recall.

16 6522 MR. WOLSON: All right. Let me,
17 then, ask you about the -- I would like to know from
18 you --

19 6523 Mr. Schreiber?

20 6524 MR. SCHREIBER: Yeah.

21 6525 MR. WOLSON: If you could focus on
22 what I am going to ask you next, please.

23 6526 When did you learn for the first time
24 that Mr. Mulroney had killed the Bear Head Project?

25 6527 MR. SCHREIBER: The first time was

1 when I heard about it in the Letter of Request with
2 Switzerland.

3 6528 MR. WOLSON: The Letter of Request.
4 6529 At page 7 of the Letter of Request
5 you heard about Mr. Mulroney killing the Bear Head
6 Project.

7 6530 MR. SCHREIBER: Yes.

8 6531 MR. WOLSON: That was in 1995?

9 6532 MR. SCHREIBER: Yes.

10 6533 MR. WOLSON: Why did you write -- I
11 will go to Book 3, Tab 24 --

12 6534 MR. SCHREIBER: Which one?

13 6535 MR. WOLSON: Book 3, Tab 24, sir.

14 6536 MR. SCHREIBER: Yes.

15 6537 MR. WOLSON: This is a letter that
16 you wrote to Mr. Szabo.

17 6538 MR. SCHREIBER: Yes.

18 6539 MR. WOLSON: Mr. Szabo was part of
19 the Ethics Committee.

20 6540 MR. SCHREIBER: Yes.

21 6541 MR. WOLSON: You wrote the letter on
22 March 3rd, 2008.

23 6542 MR. SCHREIBER: Yes.

24 6543 MR. WOLSON: You say at page 3:
25 "During the testimony of Norman

1 Spector in front of the Ethics
2 Committee on February 5, 2008 I
3 learnt for the first time that
4 Brian Mulroney, then the Prime
5 Minister of Canada 'killed' the
6 Thyssen Bear Head Project 'on
7 December 16, 1990.'

8 6544 MR. SCHREIBER: Yes.

9 6545 MR. WOLSON: Why did you say that if
10 you knew that from the Letter of Request, and the
11 Letter of Request was 1995?

12 6546 MR. SCHREIBER: I have explained this
13 quite often. I didn't believe it. But when Norman
14 Spector, under oath, testified that was the case, I had
15 to believe it.

16 6547 MR. WOLSON: So when you read it in
17 the Letter of Request, when the government put it in --

18 6548 At page 7 of the Letter of Request,
19 which is found in Book 2, Tab 116 -- and I will read it
20 to you, I am just giving the reference for other people
21 and for the record.

22 6549 It says at page 7, the middle
23 paragraph:

24 "Norman SPECTOR, the Chief of
25 Staff of Mr. MULRONEY from 1990

1 to 1992, informed the RCMP that
2 he was instructed by Mr.
3 MULRONEY to meet with the senior
4 government officials involved in
5 the approval of the Bear Head
6 Project to determine why the
7 project was being delayed and to
8 ensure that it was approved
9 expeditiously. After meeting
10 with these officials in 1990 or
11 1991, Mr. SPECTOR learned that
12 the Bear Head Project would cost
13 the Canadian government in
14 excess of \$100 million Canadian
15 and recommended to Mr. MULRONEY
16 that the project not proceed.
17 Mr. MULRONEY instructed that the
18 project be cancelled."

19 6550 MR. SCHREIBER: Yes.

20 6551 MR. WOLSON: You read that in 1995.

21 6552 MR. SCHREIBER: Yes.

22 6553 MR. WOLSON: You didn't believe it.

23 6554 MR. SCHREIBER: No.

24 6555 MR. WOLSON: Okay. You were aware of

25 Mr. Mulroney's testimony when he was being discovered

1 by the Government of Canada on his lawsuit in 1996.

2 6556 I have seen a number of excerpts in
3 your diary that you were following that discovery.

4 6557 MR. SCHREIBER: Vaguely.

5 6558 MR. WOLSON: Did you know that he
6 testified in 1996 that he had killed the Bear Head
7 Project?

8 6559 MR. SCHREIBER: I don't recall.

9 6560 MR. WOLSON: You don't recall.

10 6561 Didn't you get an opinion from a
11 lawyer to sue the government for the cancellation of
12 the Bear Head Project in 1993?

13 6562 MR. SCHREIBER: Well, I think this
14 was related to the sole-source order to General Motors.

15 6563 MR. WOLSON: I am going to suggest
16 that you got an opinion from --

17 6564 MR. SCHREIBER: From Ian Scott?

18 6565 MR. WOLSON: -- Ian Scott, dated
19 April 13th, '93, that you were suing the government
20 based on -- you wanted an opinion if you could sue
21 based on a number of different issues about the project
22 being cancelled.

23 6566 1993, not when Mr. Spector testified
24 in 2008. You knew early that the Bear Head Project was
25 cancelled.

1 6567 You knew that.

2 6568 MR. SCHREIBER: I related this to the
3 sole-source order to General Motors.

4 6569 MR. WOLSON: You didn't appreciate
5 that the project was not proceeding?

6 6570 MR. SCHREIBER: But nobody has told
7 us.

8 6571 MR. WOLSON: I see.

9 6572 MR. SCHREIBER: Mr. Wolson, in 1991
10 or '92, Mr. Mulroney attended meetings with me and Paul
11 Tellier, and discussed the project and how to move it
12 forward.

13 6573 I believed Mr. Mulroney, and I
14 thought it was a defence when he said he cancelled it.

15 6574 MR. WOLSON: A defence?

16 6575 MR. SCHREIBER: Yes.

17 6576 MR. WOLSON: You get an opinion to
18 sue the government in 1993 --

19 6577 MR. SCHREIBER: Yes.

20 6578 MR. WOLSON: -- that was independent
21 of Mr. Mulroney.

22 6579 Right?

23 6580 MR. SCHREIBER: Yes.

24 6581 MR. WOLSON: And you say that you
25 only learned it for the first time when Mr. Spector

1 testified in 2007 or `08.

2 6582 MR. SCHREIBER: I learned it for the
3 first time, and believing it the first time.

4 6583 MR. WOLSON: I may come back to that
5 in a few minutes, but I want to go to another topic. I
6 want to deal with your visit with Mr. Mulroney in The
7 Savoy Hotel.

8 6584 Right?

9 6585 MR. SCHREIBER: Yeah.

10 6586 MR. WOLSON: That was February of
11 1998?

12 6587 MR. SCHREIBER: Yes.

13 6588 MR. WOLSON: When had you seen Mr.
14 Mulroney last, before 1998, February?

15 6589 MR. SCHREIBER: I think in `94.

16 6590 MR. WOLSON: When you met with him at
17 The Pierre Hotel?

18 6591 MR. SCHREIBER: Yes.

19 6592 MR. WOLSON: So four years had
20 passed.

21 6593 MR. SCHREIBER: Yes.

22 6594 MR. WOLSON: By that time you knew
23 that Bear Head was not going anywhere.

24 6595 MR. SCHREIBER: Yes.

25 6596 MR. WOLSON: You knew that in 1995,

1 as we discussed earlier today.

2 6597 MR. SCHREIBER: Yes.

3 6598 MR. WOLSON: You had retained him to
4 work on Bear Head for you.

5 6599 MR. SCHREIBER: Yes.

6 6600 MR. WOLSON: 1996 goes by, 1997 goes
7 by, 1998.

8 6601 MR. SCHREIBER: Yes.

9 6602 MR. WOLSON: Had you called him in
10 1995 to ask him what he has done for you on the Bear
11 Head Project?

12 6603 MR. SCHREIBER: No, he had other
13 problems.

14 6604 MR. WOLSON: Did you ask him in 1996?

15 6605 MR. SCHREIBER: No, he had other
16 problems.

17 6606 MR. WOLSON: Did you ask him in 1997,
18 after he had won a pretty significant victory against
19 the Government of Canada?

20 6607 MR. SCHREIBER: No.

21 6608 MR. WOLSON: Not once did you ask
22 him.

23 6609 MR. SCHREIBER: No.

24 6610 MR. WOLSON: Did you ask him for a
25 statement of account?

1 6611 MR. SCHREIBER: No.

2 6612 MR. WOLSON: Whose idea was it to
3 meet at The Savoy Hotel?

4 6613 That is, who wanted the meeting?

5 6614 MR. SCHREIBER: Mr. Mulroney.

6 6615 MR. WOLSON: If he had not wanted to
7 meet with you at The Savoy, you wouldn't have met in
8 1998 with him.

9 6616 MR. SCHREIBER: No, I don't think so.

10 6617 MR. WOLSON: So now years have gone
11 by since you have given him money --

12 6618 MR. SCHREIBER: Yes.

13 6619 MR. WOLSON: -- and he hasn't
14 reported to you what he has done, he hasn't sent you an
15 invoice, he hasn't even --

16 6620 He has done nothing, as far as you
17 were concerned, and you have not asked him for
18 anything.

19 6621 MR. SCHREIBER: No.

20 6622 MR. WOLSON: All right. 1998,
21 February, you meet at The Savoy in Zurich.

22 6623 MR. SCHREIBER: Yes.

23 6624 MR. WOLSON: What was the reason for
24 the meeting?

25 6625 MR. SCHREIBER: Mr. Mulroney was in

1 Switzerland at an economic summit in Davos, and I lived
2 in Switzerland at the time, so we agreed to meet.

3 6626 MR. WOLSON: For what reason?

4 6627 MR. SCHREIBER: Well, to speak about
5 the whole situation around us. He was in trouble, I
6 was in trouble. There was a lot to talk about, Mr.
7 Wolson.

8 6628 MR. WOLSON: Did he ask you any
9 questions about moneys that were paid?

10 6629 MR. SCHREIBER: Yes.

11 6630 MR. WOLSON: What did he say?

12 6631 MR. SCHREIBER: He wanted to find out
13 whether I have any evidence that he got paid any money.

14 6632 MR. WOLSON: That he had paid money
15 or received money?

16 6633 MR. SCHREIBER: If he had received
17 any money.

18 6634 He wanted to know whether I know of
19 any evidence or whether I have any evidence about it.

20 6635 MR. WOLSON: Well, there was no paper
21 trail, you paid him in cash.

22 6636 Right?

23 6637 MR. SCHREIBER: Yeah, but he asked in
24 principle, not only for that.

25 6638 MR. WOLSON: You mean whether anyone

1 else saw it?

2 6639 MR. SCHREIBER: This is what his
3 question was, Mr. Wolson.

4 6640 MR. WOLSON: We know that Fred Doucet
5 was there on one occasion; right?

6 6641 MR. SCHREIBER: Where?

7 6642 MR. WOLSON: At The Pierre Hotel.
8 6643 At The Pierre Hotel, Fred Doucet was
9 present when you say that you paid Mr. Mulroney
10 \$100,000.

11 6644 MR. SCHREIBER: Yeah, but he didn't
12 see.

13 6645 MR. WOLSON: He didn't see. All
14 right.

15 6646 Well, no one else was present at the
16 Queen Elizabeth; right?

17 6647 MR. SCHREIBER: Yes.

18 6648 MR. WOLSON: Or at the Mirabel Hotel.

19 6649 MR. SCHREIBER: Right.

20 6650 MR. WOLSON: So if there is no paper
21 trail, and no one else is present --

22 6651 MR. SCHREIBER: Correct.

23 6652 MR. WOLSON: -- how would anyone know
24 about money being paid?

25 6653 MR. SCHREIBER: Well, I've said this

1 quite often, if Mr. Mulroney would have said, "What is
2 Schreiber talking about, I never received any nickel
3 from him," I could not have proven it.

4 6654 MR. WOLSON: Maybe that goes to his
5 honesty.

6 6655 MR. SCHREIBER: Yeah.

7 6656 MR. WOLSON: Yeah.

8 6657 He wanted to know whether there was
9 any evidence of it.

10 6658 Right?

11 6659 MR. SCHREIBER: Yes.

12 6660 MR. WOLSON: What did you tell him?

13 6661 MR. SCHREIBER: Well, I told him that
14 I have no evidence, that he has never sent to me any
15 documents, nor did I give him any evidence.

16 6662 I also told him what I learned from
17 Mr. Moores and from Fred Doucet about this request to
18 send money to this lawyer in Geneva, and --

19 6663 MR. WOLSON: I am not going to ask
20 you about that, but I want to ask you this. How did he
21 appear to you -- Mr. Mulroney?

22 6664 Did he appear nervous?

23 6665 MR. SCHREIBER: Yeah, I think he
24 didn't feel very comfortable.

25 6666 MR. WOLSON: Did you tell the fifth

1 estate, a show on which you have appeared on
2 occasion --

3 6667 On October 31, `07 you said to the
4 fifth estate: "I found Mr. Mulroney to be nervous."
5 6668 Did you say that?
6 6669 MR. SCHREIBER: Yes.
7 6670 MR. WOLSON: Why did you say that?
8 6671 Was it true?
9 6672 MR. SCHREIBER: I saw him in
10 different positions, and I think he was pretty
11 concerned and nervous about -- that there could be any
12 evidence that he received money.

13 6673 MR. WOLSON: I'm only asking you if
14 your statement is true that he appeared nervous.

15 6674 MR. SCHREIBER: Yes.

16 6675 MR. WOLSON: Who arranged this visit?
17 6676 MR. SCHREIBER: I think Fred Doucet.
18 6677 MR. WOLSON: And who was present at
19 the meeting?
20 6678 MR. SCHREIBER: Mr. Mulroney and
21 myself.

22 6679 MR. WOLSON: Anybody else in the
23 room?
24 6680 MR. SCHREIBER: No. It could also be
25 that I received a call from him or that I called him,

1 but I don't have this clearly in my mind any more.

2 6681 When he was in Paris, I don't know
3 whether it was that time or another occasion, where he
4 also spoke quite often to my secretary though. I
5 cannot 100 per cent say who finally put that together.

6 6682 MR. WOLSON: How long was the
7 meeting?

8 6683 MR. SCHREIBER: H'm?

9 6684 MR. WOLSON: How long was the
10 meeting?

11 6685 MR. SCHREIBER: Well, I can only -- I
12 can only guess, so I think one and a half hours to one
13 hour 45, because when you go to a suite and you order a
14 meal and you talk and then it takes a while.

15 6686 MR. WOLSON: So you had a meal with
16 him and you talked to him.

17 6687 MR. SCHREIBER: Yes.

18 6688 MR. WOLSON: But it was about for the
19 most part wanting to find out, he did of you, whether
20 there was any evidence that you had paid him money?

21 6689 MR. SCHREIBER: Yes.

22 6690 MR. WOLSON: All right. Did you say
23 to him then, Brian, I paid you -- he raised the
24 subject. Did you say: Brian, I paid you \$300,000.
25 What have you done for it?

1 6691 Did you say that?

2 6692 MR. SCHREIBER: No, I haven't asked
3 him what he has done for it.

4 6693 MR. WOLSON: Did you say: Could you
5 give me a statement?

6 6694 MR. SCHREIBER: No. We had other
7 problems in these days.

8 6695 MR. WOLSON: I see. You discussed
9 other business ventures?

10 6696 MR. SCHREIBER: Mainly we discussed
11 all the mess going on with -- coming from his lawsuit
12 and what I was in.

13 6697 I mean, Mr. Wolson, this goes on for
14 15 years.

15 6698 MR. WOLSON: I understand. I have
16 read about it.

17 6699 MR. SCHREIBER: Well, there was a
18 lot, a lot to talk what's going on.

19 6700 MR. WOLSON: Did you discuss
20 spaghetti?

21 6701 MR. SCHREIBER: No.

22 6702 MR. WOLSON: Spaghetttissimo?

23 6703 MR. SCHREIBER: It could be, because
24 I recall that at that time things became more active
25 and that other Canadians came to Switzerland together

1 with people from the United States to look at the
2 thing, and then we started somehow to make it more
3 active in Canada with Greg Alford.

4 6704 MR. WOLSON: Well, let's go to your
5 affidavit and I will read it to you, paragraph 28.

6 "During the Savoy Meeting Mr.
7 Mulronev and I also discussed
8 how we could move forward with
9 various business matters in the
10 future which included Mr.
11 Mulronev's support of the
12 business activities of
13 Spaghattissimo North America
14 Inc. ('Spaghattissimo') and the
15 potential for Archer Daniels
16 Midland Company to get involved
17 in this new business venture."

18 6705 MR. SCHREIBER: Yes.

19 6706 MR. WOLSON: Is that accurate?

20 6707 MR. SCHREIBER: That's correct, yeah.

21 6708 MR. WOLSON: All right. So you did
22 discuss that?

23 6709 MR. SCHREIBER: Yes.

24 6710 MR. WOLSON: One moment, please.

25 --- Pause

1 6711 MR. WOLSON: That was 1998.

2 6712 MR. SCHREIBER: Yes.

3 6713 MR. WOLSON: 1999, it was a busy year
4 for you and a significant year for you.

5 6714 MR. SCHREIBER: Yes.

6 6715 MR. WOLSON: You were arrested in
7 Canada on an international warrant.

8 6716 MR. SCHREIBER: Yes.

9 6717 MR. WOLSON: You were detained in
10 custody.

11 6718 MR. SCHREIBER: Yes.

12 6719 MR. WOLSON: You were being detained
13 on a warrant for a number of different allegations in
14 Germany?

15 6720 MR. SCHREIBER: Yes.

16 6721 MR. WOLSON: Fraud, tax evasion,
17 bribery. These were the allegations.

18 6722 MR. SCHREIBER: At the beginning it
19 was only tax evasion. Later on they made it more
20 spicy.

21 6723 MR. WOLSON: Okay. But forgetting
22 the spice, it was a serious moment for you --

23 6724 MR. SCHREIBER: Yes.

24 6725 MR. WOLSON: -- in your life.

25 6726 MR. SCHREIBER: Yes.

1 6727 MR. WOLSON: And I know that these
2 are no more than allegations and they will be dealt
3 with at some time, but they were important to you?

4 6728 MR. SCHREIBER: Yes. But I would
5 like to mention that in the meantime the people which
6 were involved, whose activities I should have
7 supported, are all vindicated on fraud, on Thyssen
8 fraud on the Saudis, and bribery.

9 6729 What is left is tax evasion.

10 6730 MR. WOLSON: Now, you were at that
11 time and have been for a number of years a Canadian
12 citizen?

13 6731 MR. SCHREIBER: Yes.

14 6732 MR. WOLSON: You were arrested in
15 your new country, Canada.

16 6733 MR. SCHREIBER: Yes.

17 6734 MR. WOLSON: You know that
18 Mr. Mulroney's position has been stated many times that
19 you would do anything to stay in Canada. You would
20 lie, you would make any statement you can, anything at
21 all to stay in Canada.

22 6735 You know that that statement or words
23 to that effect have been made?

24 6736 MR. SCHREIBER: This was done around
25 the Ethics Committee.

1 6737 MR. WOLSON: And is it true? Would
2 you do anything to stay in Canada, including lie or
3 make allegations against people?

4 6738 MR. SCHREIBER: No. It referred to a
5 letter which Mr. Mulroney wanted to bring to
6 Mr. Harper, and I was asked a whether it's all true and
7 I said no.

8 6739 MR. WOLSON: We are going to get to
9 that letter, I promise you.

10 6740 MR. SCHREIBER: Yes, okay.

11 6741 MR. WOLSON: But I'm asking you, I'm
12 asking you whether you, Karlheinz Schreiber, will do
13 anything to stay in Canada, including lie or make
14 allegations against other people.

15 6742 Is that true or not?

16 6743 MR. SCHREIBER: No.

17 6744 MR. WOLSON: I want to carry on with
18 October of 1999.

19 6745 When were you arrested?

20 6746 MR. SCHREIBER: In August.

21 6747 MR. WOLSON: August. October 17,
22 1999, about two weeks before a Fifth Estate show was
23 going to air -- there was going to be Fifth Estate show
24 October 31st.

25 6748 You recall that The Fifth Estate were

1 doing a story.

2 6749 MR. SCHREIBER: Yes. It was on for

3 quite a while, yes.

4 --- Pause

5 6750 MR. WOLSON: If you would look at Tab

6 19, please, of Book 3.

7 6751 MR. SCHREIBER: Yes, sir.

8 6752 MR. WOLSON: Are you with me?

9 6753 MR. SCHREIBER: Yes.

10 6754 MR. WOLSON: Look to page 13, if you

11 will. Page 13.

12 6755 MR. SCHREIBER: Fifteen?

13 6756 MR. WOLSON: Oh, are there no

14 numbers? Page 13.

15 6757 MR. SCHREIBER: Yes, 13.

16 6758 MR. WOLSON: Thirteen. Four pages

17 from the end, sir.

18 6759 MR. SCHREIBER: Yes.

19 6760 MR. WOLSON: Is your book marked with

20 page numbers, Mr. Schreiber?

21 6761 MR. SCHREIBER: No, no, it's

22 handwritten, 13.

23 6762 MR. WOLSON: Okay. This was another

24 interview between you and Linden McIntyre of The Fifth

25 Estate; right?

1 6763 MR. SCHREIBER: Yes.

2 6764 MR. WOLSON: Just near the top of the

3 page:

4 "October 17, 1999."

5 6765 The second line down:

6 "The former PM..."

7 6766 This is a question or a statement

8 made by Mr. McIntyre:

9 "The former PM, himself a

10 lawyer, had a highly unusual

11 request for the Robert Hladun.

12 Mulroney wanted a written

13 statement from Schreiber that

14 'at no time did he ever solicit

15 or receive' money from the

16 German businessman. An unusual

17 request because it simply wasn't

18 true."

19 6767 And he asks you:

20 "He called your lawyer."

21 6768 Are you on the right page,

22 Mr. Schreiber?

23 6769 MR. SCHREIBER: No, I don't think so.

24 I don't find this on 13.

25 6770 MR. WOLSON: Are you on Tab 19?

1 6771 MR. SCHREIBER: Yes.

2 --- Pause

3 6772 MR. SCHREIBER: "October 17, 1999."

4 6773 MR. WOLSON: Yes.

5 6774 MR. SCHREIBER: Yes, okay. I have

6 it.

7 6775 MR. WOLSON: This is a Fifth Estate

8 show that aired in 2007, but they are recounting 1999.

9 6776 So the second paragraph that:

10 "... Mulroney wanted a written

11 statement from Schreiber that

12 'at no time did he ever solicit

13 or receive' money from the

14 German businessman. An unusual

15 request..."

16 6777 You are following me there?

17 6778 MR. SCHREIBER: Yes, sir.

18 6779 MR. WOLSON: And Mr. McIntyre says:

19 "He called your lawyer."

20 6780 Your answer is "Yeah."

21 6781 You are with me?

22 6782 MR. SCHREIBER: Yes.

23 6783 MR. WOLSON: Mr. McIntyre:

24 "Asking for an affidavit."

25 6784 Mr. Schreiber:

1 "Affidavit or declaration or
2 whatever. Mulroney wants some
3 kind of declaration or affidavit
4 that he never received any money
5 from you."

6 6785 LINDEN MACINTYRE (HOST):
7 "The request to deny what both
8 knew to be true ended up on the
9 desk of Edward Greenspan, a
10 Schreiber lawyer in Toronto. It
11 didn't take him long to alert
12 his client..."

13 6786 And then you say:
14 "I was not prepared to do that
15 because it was a clear request
16 towards me to commit perjury.
17 And why would I do that?"

18 6787 MR. SCHREIBER: Correct.
19 6788 MR. WOLSON: And you put that as well
20 in your affidavit that you swore to be true.

21 6789 MR. SCHREIBER: Yes.
22 6790 MR. WOLSON: One moment, please.

23 --- Pause

24 6791 MR. WOLSON: Paragraph 30 that you
25 swore to be true.

1 6792 COMMISSIONER OLIPHANT: That's at Tab
2 21, Mr. Schreiber.

3 6793 MR. WOLSON: I'll read it to him.
4 Book 3, Tab 21, for the record.

5 6794 MR. SCHREIBER: Yes.

6 6795 MR. WOLSON: But I will read this to
7 you.

8 6796 COMMISSIONER OLIPHANT: What
9 paragraph, Mr. Wolson?

10 6797 MR. WOLSON: Paragraph 30.
11 "... Mr. Mulroney repeated to
12 Mr. Hladun a similar request as
13 made on prior occasions all to
14 the effect that I provide in an
15 affidavit assurances that 'at no
16 time did Brian Mulroney solicit
17 or receive compensation of any
18 kind from Schreiber'."

19 6798 Right?

20 6799 MR. SCHREIBER: Where do you read
21 that, please, sir?

22 6800 MR. WOLSON: Your affidavit --

23 6801 MR. SCHREIBER: Yes...?

24 6802 MR. WOLSON: -- paragraph 30. I am
25 reading it, paragraph 30, halfway through 30.

1 6803 MR. SCHREIBER:
2 "Two years after the..."
3 6804 Yes, correct.
4 6805 MR. WOLSON: This affidavit was sworn
5 to by you on 7 November 2007. That is the date of the
6 affidavit at the back of the affidavit and your
7 signature is on it.
8 6806 Will you take a look at that, the
9 last page of the affidavit. Sworn the 7th of November
10 2007.
11 6807 MR. SCHREIBER: Yeah, it's okay.
12 6808 MR. WOLSON: That's your signature;
13 right?
14 6809 MR. SCHREIBER: I don't have a
15 signature here. Yes.
16 --- Pause
17 6810 MR. WOLSON: Now please look at Tab
18 15 of Book 3; Tab one-five, Book 3, because you don't
19 tell the whole story in your affidavit, the one that
20 you swore to.
21 6811 Are you on Tab 15?
22 6812 MR. SCHREIBER: Yes.
23 6813 MR. WOLSON: This is an e-mail that
24 you sent to Mr. Cashore.
25 6814 MR. SCHREIBER: Yes.

1 6815 MR. WOLSON:
2 "Hi Harvey, yes it was nice to
3 chat with you, even when I don't
4 share your views. We experience
5 this for ten years.
6 Do not misinform Canadians. I
7 was not asked to write a letter,
8 that would have involved me in
9 not telling the truth"

10 6816 MR. SCHREIBER: That's correct,
11 because I was asked to do an affidavit.

12 6817 MR. WOLSON: Oh, I see. So you
13 distinguish between an affidavit and a letter?

14 6818 MR. SCHREIBER: Yes.

15 6819 MR. WOLSON: I see.

16 6820 MR. SCHREIBER: And this was an event
17 which was orchestrated because Mr. Mulroney wanted to
18 send a letter to the CBC, and his friend Sam Wakim was
19 heavily involved in this, seeing my lawyers and
20 discussing it. This went back and forth.

21 6821 I was asked also to send a letter to
22 CBC, which I did.

23 6822 MR. WOLSON: Well, let me complete
24 the picture because you have not given it accurately.

25 6823 Book 2, Tab 135, I'm going to read to

1 you -- I will read it to you. You don't have to go
2 there, but you can if you like, just to make sure that
3 I am reading it accurately.

4 6824 MR. SCHREIBER: Yes.

5 6825 MR. WOLSON: Book 2 --

6 6826 MR. SCHREIBER: Yes.

7 6827 MR. WOLSON: -- Tab 135.

8 6828 MR. SCHREIBER: Yes. 135, yes.

9 6829 MR. WOLSON: Have you got it?

10 6830 MR. SCHREIBER: Yes.

11 6831 MR. WOLSON: Are you there?

12 6832 MR. SCHREIBER: Yes.

13 6833 MR. WOLSON: A letter to the CBC from
14 Mr. Hladun.

15 6834 MR. SCHREIBER: Yes.

16 6835 MR. WOLSON: Mr. Hladun was your
17 lawyer.

18 6836 MR. SCHREIBER: Yes.

19 6837 MR. WOLSON: One of them in Edmonton.

20 6838 MR. SCHREIBER: Yes.

21 6839 MR. WOLSON: "I have learned that the
22 CBC has referenced that they
23 have evidence..."

24 6840 Underlined:

25 "... that the writer was asked

1 to have Mr. Schreiber provide a
2 letter to Mr. Mulroney that 'at
3 no time did Mr. Mulroney solicit
4 or receive compensation of any
5 kind from Mr. Karlheinz
6 Schreiber'.
7 First off, to my mind, there is
8 no such evidence because I never
9 had a conversation with Brian
10 Mulroney about compensation.
11 The only conversations I had
12 with anyone were in the context
13 of and limited to the
14 allegations of improper payments
15 made as referenced in the
16 September, 1995, Letter of
17 Request delivered by the
18 Canadian government to the Swiss
19 authorities, in what became
20 known as the 'Airbus' case. My
21 retainer was directed to the
22 allegations stated in that
23 Letter of request.
24 I am forwarding this letter to
25 hopefully clarify any

StenoTran

1 6853 MR. SCHREIBER: I didn't even speak
2 about this letter from Mr. Hladun.

3 6854 MR. WOLSON: Yes, we know that.

4 6855 I want to continue on in 1999. Book
5 3, Tab 19.

6 6856 Before I go there, I want to ask you
7 a couple of questions and then we will reference -- I
8 will give you the reference again.

9 6857 First of all, did you become aware
10 that Mr. Mulroney was going to make a voluntary tax
11 declaration or disclosure to the tax department in
12 1999? Did you become aware of that?

13 6858 MR. SCHREIBER: That that was his
14 intention?

15 6859 MR. WOLSON: Yes, regarding the money
16 you paid him.

17 6860 MR. SCHREIBER: No.

18 6861 MR. WOLSON: Okay. Now take a look
19 at Tab 19, Book 3, page 14, which is three pages from
20 the end of that tab.

21 6862 MR. SCHREIBER: Tab 3, yes.

22 6863 MR. WOLSON: The tab is 19,
23 Mr. Pratte, and I'm looking at page 14, which is three
24 pages from the end.

25 6864 This is again your interview with

1 Mr. McIntyre on October 30, '07. Mr. McIntyre asks
2 you, at the top of the page:
3 "The Britan account, and those
4 withdrawals adding up to
5 \$300,000, created a brand-new
6 headache for the former prime
7 minister, an inconvenience --"
8 6865 MR. SCHREIBER: What page did you
9 say, sir?
10 6866 MR. WOLSON: Page 14.
11 6867 MR. SCHREIBER: Forty?
12 6868 MR. WOLSON: Fourteen, one-four.
13 6869 MR. SCHREIBER: There is something
14 wrong. You said Tab 3?
15 6870 MR. WOLSON: No. I'm sorry. Tab 19.
16 6871 MR. SCHREIBER: Nineteen.
17 6872 MR. WOLSON: Yes, please.
18 6873 MR. SCHREIBER: Yes...? And then?
19 6874 MR. WOLSON: Page 14, one-four.
20 6875 MR. SCHREIBER: One-four.
21 6876 MR. WOLSON: Mr. McIntyre is talking
22 at the top of the page about \$300,000.
23 6877 MR. SCHREIBER: Yes.
24 6878 MR. WOLSON:
25 "The Britan account, and those

1 money to me. Two days later I
2 tell you, you know what, call
3 Revenue Canada, the two of us
4 have to go there, I have to make
5 a voluntary disclosure."

6 6886 So it appears that you knew about his
7 voluntary disclosure. Did you?

8 6887 MR. SCHREIBER: Yeah, but you asked
9 me before whether I knew about his intention. I didn't
10 know that.

11 6888 MR. WOLSON: Well, were you not
12 called, according to this quote that you gave to the
13 CBC?

14 6889 MR. SCHREIBER: No. This is when I
15 learned that he has done a voluntary disclosure.

16 6890 MR. WOLSON: Okay. When did he --
17 when did you find out that he had done a disclosure?

18 6891 MR. SCHREIBER: Somehow at the end of
19 '99.

20 6892 MR. WOLSON: And were you called?
21 Were you asked to go down with him?

22 6893 MR. SCHREIBER: No.

23 6894 MR. WOLSON: Because that's what you
24 have said.

25 6895 MR. SCHREIBER: No. My lawyer told

1 me.

2 6896 MR. WOLSON: Well:

3 "Two days later I tell you, you
4 know what, call Revenue Canada,
5 the two of us have to go there,
6 I have to make a voluntary
7 disclosure."

8 6897 Were you asked why someone to go to
9 the tax department?

10 6898 MR. SCHREIBER: Mr. Wolson, I made an
11 example, if I would say to my lawyer on one day we need
12 to get an affidavit from Schreiber that I never
13 received any money and the next day I say, as
14 Mr. Mulroney to the same lawyer, and now you call
15 Revenue Canada, you and I have to go there for a
16 voluntary disclosure.

17 6899 MR. WOLSON: Were you told that you
18 had --

19 6900 MR. SCHREIBER: This is what this
20 sentence means. I was not involved in that.

21 6901 MR. WOLSON: Were you told that you
22 had to go for a voluntary disclosure?

23 6902 MR. SCHREIBER: Me, no.

24 6903 MR. WOLSON: Yes. Were you asked?

25 6904 MR. SCHREIBER: No. I was not

1 involved.

2 6905 MR. WOLSON: Was your lawyer asked --
3 was your lawyer told that you should go and make a
4 voluntary disclosure to the tax department?

5 6906 MR. SCHREIBER: Mr. Wolson, you
6 misread the sentence. Excuse me.

7 6907 I said, Mr. Schreiber, I learned this
8 from my lawyer. Imagine you are my lawyer and I tell
9 you we need an affidavit from Schreiber.

10 6908 MR. WOLSON: Okay, stop there. Your
11 lawyer told you that you need an affidavit; right?

12 6909 MR. SCHREIBER: Yes.

13 6910 MR. WOLSON: Okay. Continue.

14 6911 MR. SCHREIBER: But I said this as an
15 example to Mr. McIntyre.

16 6912 MR. WOLSON: Yes...?

17 6913 MR. SCHREIBER: Imagine you are my
18 lawyer. Mr. McIntyre, you are my lawyer and I tell you
19 you have to get an affidavit from Schreiber that I
20 never received any money.

21 6914 MR. WOLSON: All right.

22 6915 MR. SCHREIBER: And the next day I
23 tell you, you, Mr. McIntyre being my lawyer, now you go
24 to Revenue Canada and make a voluntary disclosure.

25 6916 I haven't read what I said there, but

1 I can tell you what I said. I would be embarrassed. I
2 would hope the earth would open and I would disappear.
3 How could I do this to my lawyer?

4 6917 MR. WOLSON: Were you asked by
5 your --

6 6918 MR. SCHREIBER: H'm?

7 6919 MR. WOLSON: Was your lawyer asked
8 and did he tell you that the Mulroneyside wants you to
9 be involved in the voluntary disclosure?

10 6920 MR. SCHREIBER: Me?

11 6921 MR. WOLSON: Yes.

12 6922 MR. SCHREIBER: Mr. Wolson, I don't
13 know --

14 6923 MR. WOLSON: Answer the question.

15 6924 MR. SCHREIBER: No. I don't know why
16 you say this. It is simply not there.

17 6925 MR. WOLSON: Were you asked that
18 question by your lawyer, yes or no?

19 6926 MR. SCHREIBER: That I should be
20 involved in --

21 6927 MR. WOLSON: Yes.

22 6928 MR. SCHREIBER: No.

23 6929 MR. WOLSON: Okay.

24 6930 Now, things changed a bit in 1999
25 when on The Fifth Estate show -- and I think you will

1 be aware of this -- one of Mr. Mulroney's spokesmen,
2 Luc Lavoie, made a statement about you.

3 6931 MR. SCHREIBER: Yes.

4 6932 MR. WOLSON: He said:
5 "... Karlheinz Schreiber is the
6 biggest fucking liar the world
7 has ever seen. That's what we
8 believe."

9 6933 MR. SCHREIBER: Yes.

10 6934 MR. WOLSON: Your response to that
11 comes on The Fifth Estate show, same tab, Book 3 --
12 same book I should say, Book 3, Tab 19.
13 6935 You said:
14 "... I thought what the hell is
15 this for and I got the message.
16 I must say that the message got
17 pretty fast. This is how more
18 or less dummies or little
19 children play these games."

20 6936 MR. SCHREIBER: Where is that?

21 6937 MR. WOLSON: That's tab -- the same
22 Tab 19, page 10.

23 6938 Are you on Tab 19?

24 6939 MR. SCHREIBER: Page 10?

25 6940 MR. WOLSON: Ten, the very bottom of

1 the page.

2 6941 MR. SCHREIBER: At the bottom?

3 6942 MR. WOLSON: Yes.

4 6943 MR. SCHREIBER: Yes...?

5 6944 MR. WOLSON:

6 "... I thought what the hell is
7 this for and I got the message."
8 6945 Just as I have read.
9 "I must say that message got
10 pretty fast. This is how more
11 or less dummies or little
12 children play these games."
13 6946 MR. SCHREIBER: Yes...?
14 6947 MR. WOLSON: That was your response
15 to Mr. Lavoie's comments which were --
16 6948 MR. SCHREIBER: Yes.
17 6949 MR. WOLSON: And I'm assuming that
18 Mr. Lavoie's comments hurt you.
19 6950 MR. SCHREIBER: Yes, because it was
20 related to the \$300,000 in the Britan account.
21 6951 MR. WOLSON: Yes. And it hurt you.
22 Did you eventually sue Mr. Lavoie?
23 6952 MR. SCHREIBER: Yes.
24 6953 MR. WOLSON: Did you sue the CBC as
25 well?

1 6954 MR. SCHREIBER: Yes.

2 6955 MR. WOLSON: So 1999 is quite a year
3 for you.

4 6956 MR. SCHREIBER: Yes.

5 6957 MR. WOLSON: The last thing that I
6 want to cover in 1999 is your meeting with Fred Doucet
7 right after Christmas.

8 6958 Do you remember that?

9 6959 MR. SCHREIBER: Yes.

10 6960 MR. WOLSON: How did that come about?
11 6961 First of all, you met at his house,
12 Fred Doucet?

13 6962 MR. SCHREIBER: Please...?

14 6963 MR. WOLSON: You met Fred Doucet at
15 his house?

16 6964 MR. SCHREIBER: Yes.

17 6965 MR. WOLSON: Boxing Day, 26th of
18 December --

19 6966 MR. SCHREIBER: Yes.

20 6967 MR. WOLSON: -- 1999?

21 6968 MR. SCHREIBER: Yes.

22 6969 MR. WOLSON: How did that meeting
23 come about?

24 6970 MR. SCHREIBER: Well, Fred invited us
25 for coffee.

1 6971 MR. WOLSON: You and your wife?
2 6972 MR. SCHREIBER: Yes.
3 6973 MR. WOLSON: Do you know whether or
4 not your friend from Nova Scotia made the -- Mr.
5 MacKay, Elmer MacKay, whether or not he was the one
6 that asked Fred to call you?
7 6974 MR. SCHREIBER: To call me, also my
8 wife and me because we are so lonesome.
9 6975 MR. WOLSON: Yes.
10 6976 MR. SCHREIBER: It's mere nonsense.
11 6977 MR. WOLSON: Nonsense. So if
12 that's --
13 6978 MR. SCHREIBER: Mr. MacKay would
14 never ask Mr. Doucet for favours.
15 6979 MR. WOLSON: Okay. So MacKay is not
16 involved in this --
17 6980 MR. SCHREIBER: Not at all.
18 6981 MR. WOLSON: -- setting this up?
19 6982 MR. SCHREIBER: Yes.
20 6983 MR. WOLSON: This is something
21 Mr. Doucet does, calls you and invites you and your
22 wife over on Boxing Day.
23 6984 MR. SCHREIBER: Yes.
24 6985 MR. WOLSON: Do you know the purpose
25 of being invited there?

1 6986 MR. SCHREIBER: No, but Fred and his
2 wife had been at our house before, and since we had all
3 these troubles and we spoke on the phone very much
4 about all the trouble with Mr. Mulroney, the same
5 letter of request, we were in contact and up to that
6 time we were not enemies.

7 6987 MR. WOLSON: And this meeting was
8 about a couple of months after the Luc Lavoie
9 comment --

10 6988 MR. SCHREIBER: Yes.

11 6989 MR. WOLSON: -- on television?

12 6990 MR. SCHREIBER: Yes.

13 6991 MR. WOLSON: If you would look to Tab
14 4 of Book 3, the same book you are on, I can tell
15 you -- are you on Tab 3, sir?

16 6992 COMMISSIONER OLIPHANT: Tab 3 or 4?

17 6993 MR. WOLSON: Tab 3, I believe.

18 6994 Tab 4, excuse me.

19 6995 MR. SCHREIBER: Yes.

20 6996 MR. WOLSON: Book 3, Tab 4.

21 6997 MR. SCHREIBER: Yes.

22 6998 MR. WOLSON: Are you with me?

23 6999 MR. SCHREIBER: Yes.

24 7000 MR. WOLSON: There is a note at the
25 top, December 26, 1999. Do you see that?

1 7001 MR. SCHREIBER: Yes.

2 7002 MR. WOLSON: Two to 5:00 p.m.

3 7003 I can tell you that I expect Mr.

4 Doucet to say -- just if you will, please, I want to

5 ask you this, or at least give you this information

6 before I ask you about this.

7 7004 Mr. Doucet will say that he met with

8 you on December 26, 1999 and then he made notes of the

9 conversation and these are the notes.

10 7005 So I want to go over these notes and

11 see whether or not they are accurate, in your opinion.

12 7006 MR. SCHREIBER: Yes.

13 7007 MR. WOLSON: The notes were made, I

14 should tell you, in handwriting and later typed, but

15 leave that aside. We will use the typed version

16 because it is easier to read.

17 7008 The first part deals with Luc Lavoie:

18 "I spoke with him..."

19 7009 You say, according to Mr. Doucet:

20 "... and his apology rang

21 shallow.

22 - I'm going to have him

23 discovered. I want to know who

24 he means by 'we'."

25 7010 Because the comment was "'we' think

1 he's a..." -- I used the words before and I won't use
2 them again.

3 7011 You know what I'm referring to, don't
4 you, Mr. Schreiber?

5 7012 Mr. Schreiber...?

6 7013 MR. SCHREIBER: Yes. I tried to find
7 out what it is here.

8 7014 MR. WOLSON: Well, I am going to read
9 it to you.

10 7015 MR. SCHREIBER: Yeah.

11 7016 MR. WOLSON: So just pay attention to
12 the questions I'm going to ask you.

13 7017 MR. SCHREIBER: Yeah.

14 7018 MR. WOLSON: Okay. This note refers
15 to the comments that Mr. Lavoie made on television
16 about you.

17 7019 MR. SCHREIBER: Yes.

18 7020 MR. WOLSON: You remember the
19 comments?

20 7021 MR. SCHREIBER: Yes.

21 7022 MR. WOLSON: You probably will never
22 forget them, I'm sure.

23 7023 MR. SCHREIBER: Yes.

24 7024 MR. WOLSON: Is it true what
25 Mr. Doucet has written here:

1 "I spoke with him..."

2 7025 Meaning you spoke to Lavoie:

3 "... and his apology rang

4 shallow."

5 7026 Is that true?

6 7027 MR. SCHREIBER: I called Luc Lavoie?

7 7028 MR. WOLSON: Did you speak to Luc

8 Lavoie?

9 7029 MR. SCHREIBER: No.

10 7030 MR. WOLSON:

11 "I'm going to have him

12 discovered."

13 7031 Did you say that you Mr. Doucet?

14 7032 MR. SCHREIBER: No. I think I told

15 him I am going to sue him.

16 7033 MR. WOLSON:

17 "I want to know what he means by

18 'we'."

19 7034 Did you say that?

20 7035 MR. SCHREIBER: Yes, it could be.

21 7036 MR. WOLSON:

22 "Kaplan's book is flawed in

23 several key pages particularly

24 in the very first pages.

25 When airbus case broke the first

1 call I got was from Lalonde."
2 7037 And he talks about that in the second
3 paragraph.
4 7038 MR. SCHREIBER: Yes.
5 7039 MR. WOLSON:
6 "People are going to be very
7 surprised about the individual
8 we're going to discover."
9 7040 This is the lawsuit you are talking
10 about of Mr. Lavoie and the CBC.
11 "When I'm finished we will know
12 that Rock, Gray, Chrétien, knew
13 about what the RCMP were doing."
14 7041 MR. SCHREIBER: Yes.
15 7042 MR. WOLSON: That's about the lawsuit
16 you had in Edmonton, I take it?
17 7043 MR. SCHREIBER: Yes.
18 7044 MR. WOLSON: Okay. Did you say those
19 things?
20 7045 MR. SCHREIBER: I could have said
21 things or similar things to him, but not on that
22 occasion.
23 7046 MR. WOLSON: Well, he wrote them down
24 as being on that occasion.
25 7047 MR. SCHREIBER: What do I know?

1 7048 MR. WOLSON: Well, is it true or not?

2 7049 MR. SCHREIBER: I don't recall that

3 I --

4 7050 MR. WOLSON: Did you say those things

5 on December 26th?

6 7051 MR. SCHREIBER: I don't recall that I

7 spoke about this on this occasion. I for sure have

8 told him that Marc Lalonde was the first one who called

9 me on the Airbus when the story broke on Airbus,

10 because Marc Lalonde, who is for sure not a friend of

11 Mulroney, told me.

12 7052 MR. WOLSON: Did you tell him this on

13 the 26th of December 1999?

14 7053 MR. SCHREIBER: No, I don't think so.

15 7054 MR. WOLSON: Let's look at the third

16 paragraph.

17 "When we discover Proust..."

18 7055 Prost was a lawyer who drafted the

19 LOR; right?

20 7056 MR. SCHREIBER: Yes.

21 7057 MR. WOLSON:

22 "When we discover Proust we're

23 going to ask her whether she had

24 sex with a member of the German

25 Prosecution team before or after

1 she wrote her letter."
2 7058 Did you say that to --
3 7059 MR. SCHREIBER: Nonsense. No.
4 7060 MR. WOLSON: Fourth paragraph:
5 "Ironically, this extradition
6 hearing is going to resolve the
7 whole issue for Brian because
8 when we get the German
9 prosecutor in for discovery we
10 will have him reveal what they
11 have found from the thorough
12 examination of the accounts in
13 Swiss and German banks. They
14 will have to admit that in all
15 those accounts there is not a
16 single reference to Brian. They
17 can't have it both ways -- if
18 they wish to use that evidence
19 to extradite me that means they
20 wish to have those accounts
21 taken seriously -- if they do
22 that fully exonerates Brian."
23 7061 Did you see that?
24 7062 MR. SCHREIBER: Yes.
25 7063 MR. WOLSON: Skip over the next

1 paragraph because it's not relevant.

2 "Brian should know..."

3 7064 MR. SCHREIBER: But again -- I
4 apologize, but again I don't know whether I said things
5 like this on that day.

6 7065 MR. WOLSON: All right. But you
7 can't say you didn't. You can't say that you didn't
8 say these things on that day. You may have said them;
9 you may not. But you did say them at one time.

10 7066 Is that your evidence?

11 7067 MR. SCHREIBER: Yes, I could say
12 that.

13 7068 MR. WOLSON: Okay.

14 7069 MR. SCHREIBER: Or similar things.

15 7070 MR. WOLSON:
16 "Brian should know who his best
17 friend is. It is not the many
18 he thinks they are. It is you."
19 7071 You are telling Fred this.

20 "He should have made you a
21 Senator instead of the many so
22 called friends who did not serve
23 him well and would do nothing
24 for him today, like ..."

25 7072 And you mentioned some names. Right?

1 7073 Did you say that to him on that
2 occasion?

3 7074 MR. SCHREIBER: I don't recall.

4 7075 MR. WOLSON: The next paragraph:
5 "I cannot understand why Brian
6 did not tell me along the way
7 why he wouldn't support the Nova
8 Scotia project. If he had told
9 me he couldn't do it for
10 whatever reason I would have
11 accepted it. He never told
12 me -- so I kept pushing it.
13 However, I'm over that now."

14 7076 Did you say that?

15 7077 MR. SCHREIBER: On one occasion for
16 sure we spoke about that; that Brian never told me the
17 project is dead.

18 7078 MR. WOLSON: Okay. So these comments
19 were said. Whether they were said on the 26th December
20 '99 or not --

21 7079 MR. SCHREIBER: -- or on another
22 occasion.

23 7080 MR. WOLSON: -- you can't say.

24 7081 MR. SCHREIBER: It could be.

25 7082 MR. WOLSON:

1 "Brian is a great guy. I wish
2 we could have done that Thyssen
3 project -- he would now have a
4 great client on the
5 international scale."
6 7083 MR. SCHREIBER: Yes.
7 7084 MR. WOLSON: Did you say that?
8 7085 MR. SCHREIBER: No. For sure not on
9 that day, but --
10 7086 MR. WOLSON: Did you say it on
11 another day to Mr. Doucet?
12 7087 MR. SCHREIBER: I have no
13 recollection of this.
14 7088 MR. WOLSON: I see.
15 7089 MR. SCHREIBER: "International
16 scale", no.
17 7090 MR. WOLSON: And you indicate that
18 you have decided to increase the amount of damage in
19 your claims against the CBC and The Fifth Estate.
20 "I have also launched a new suit
21 against each of them based on
22 the last broadcast."
23 7091 MR. SCHREIBER: That's correct.
24 7092 MR. WOLSON: Did you say that to
25 Mr. Doucet?

1 7093 MR. SCHREIBER: I think that's
2 correct.

3 7094 MR. WOLSON: Is it your evidence that
4 the things that I have read to you from Mr. Doucet's
5 memo were said at one time, but as to whether or not it
6 was the 26th of December '99 you're not sure?

7 7095 MR. SCHREIBER: Parts of it could
8 have been said, not everything.

9 7096 MR. WOLSON: I see.

10 7097 MR. SCHREIBER: So the points you
11 said weren't said were never said?

12 7098 MR. SCHREIBER: For example, what has
13 Mrs. Prost to do with the German prosecution?

14 7099 MR. WOLSON: You never said that?

15 7100 MR. SCHREIBER: The letter of request
16 went to Switzerland.

17 7101 MR. WOLSON: Yes.

18 7102 MR. SCHREIBER: I mean, that's
19 absolutely nonsense.

20 7103 MR. WOLSON: So he would have made
21 that up?

22 7104 MR. SCHREIBER: Yes.

23 7105 MR. WOLSON: Okay.

24 7106 Well, it's about 3:10.

25 7107 Mr. Commissioner, I have a ways to go

1 yet. Perhaps we could take the afternoon break.

2 7108 COMMISSIONER OLIPHANT: All right.

3 We will break now until 3:25 then.

4 --- Upon recessing at 3:10 p.m. / Suspension à 15 h 10

5 --- Upon resuming at 3:30 p.m. / Reprise à 15 h 30

6 7109 COMMISSIONER OLIPHANT: Be seated,

7 please.

8 7110 Mr. Wolson...?

9 7111 MR. WOLSON: Mr. Schreiber, I just

10 want to tell you it's about 25 minutes to 4:00. I'm

11 going to cover one more area with you today, which

12 probably will take about half an hour, and then I'm

13 going to suggest that we retire for the day and come

14 back tomorrow, just so you know you can adjust your

15 clock that way.

16 7112 MR. SCHREIBER: Very kind of you,

17 thank you.

18 7113 MR. WOLSON: So you had this meeting

19 with Mr. Doucet on Boxing Day and we have just gone

20 over that meeting.

21 7114 MR. SCHREIBER: Yes.

22 7115 MR. WOLSON: When had you last seen

23 Mr. Doucet, let's say for a meeting, before the Boxing

24 Day of 1999? When had you last met with him?

25 7116 MR. SCHREIBER: I think the last

1 meeting was in New York.

2 7117 MR. WOLSON: So you had not seen him
3 for about five years?

4 7118 MR. SCHREIBER: Yes.

5 7119 MR. WOLSON: And out of the blue he
6 called you?

7 7120 MR. SCHREIBER: Yes, but in the
8 meantime we spoke on the telephone quite often.

9 7121 MR. WOLSON: Okay. And he called you
10 and you went to his house and you -- how long were you
11 at the house for on the 26th?

12 7122 Mr. Doucet says in his memorandum
13 that you were there for about three hours. Is that --

14 7123 MR. SCHREIBER: It could be. We went
15 and spent the afternoon with him, yes.

16 7124 MR. WOLSON: Okay. Did you talk to
17 him privately for three hours?

18 7125 MR. SCHREIBER: No. We were with our
19 wives and his child was there. We had coffee and -- it
20 was a social event.

21 7126 MR. WOLSON: How long -- obviously
22 you talked to him at one time privately that day.

23 7127 MR. SCHREIBER: Yes. We went --
24 shortly before we left I went with him downstairs. He
25 wanted to show me a room -- I think his television

1 or -- what can I say, entertainment room. And this is
2 when I told him make sure you tell your friend that if
3 I have to testify, I will not commit perjury.

4 7128 MR. WOLSON: So you told him that on
5 the Boxing Day?

6 7129 MR. SCHREIBER: Yes.

7 7130 MR. WOLSON: And when you said if you
8 have to testify, in what relation was that?

9 7131 Where were you going to be
10 testifying?

11 7132 MR. SCHREIBER: I say if I would have
12 to testify, my case or whatever.

13 7133 MR. WOLSON: Your case in Edmonton?

14 7134 MR. SCHREIBER: My case in Edmonton
15 or with my extradition case.

16 7135 MR. WOLSON: Okay. So if you were
17 going to be called on as a witness --

18 7136 MR. SCHREIBER: Yes.

19 7137 MR. WOLSON: -- you are going to --
20 you told them you wouldn't commit perjury.

21 7138 MR. SCHREIBER: Yeah. Yeah there was
22 one more, Mr. Wolson. You recall that I sued then Luc
23 Lavoie --

24 7139 MR. WOLSON: Yes.

25 7140 MR. SCHREIBER: -- and CBC.

1 7141 MR. WOLSON: Yes.

2 7142 MR. SCHREIBER: So it was very
3 obvious that discoveries would come up and questions
4 would be raised.

5 7143 MR. WOLSON: Yes. You had enough
6 lawsuits out there that it was inevitable you were
7 likely going to be a witness somewhere, sometime.

8 7144 MR. SCHREIBER: Absolutely.

9 7145 MR. WOLSON: And when you were
10 talking about telling your friend, you meant Brian
11 Mulroney?

12 7146 MR. SCHREIBER: Yes.

13 7147 MR. WOLSON: And when you were
14 talking about committing perjury, you wouldn't commit
15 perjury, you were talking about the payment of monies
16 to Mr. Mulroney?

17 7148 MR. SCHREIBER: Yes.

18 7149 MR. WOLSON: So you have this meeting
19 on the 26th, and then I'm advised that you had another
20 meeting on the 11th of January.

21 7150 MR. SCHREIBER: Yes. After this
22 meeting with him on the second Christmas day, quite a
23 few events happened.

24 7151 MR. WOLSON: Let me back up, because
25 the one thing I forgot to ask you. You went downstairs

1 to a room you said --

2 7152 MR. SCHREIBER: Yes.

3 7153 MR. WOLSON: -- or to a room

4 somewhere in his residence.

5 7154 MR. SCHREIBER: Yes, downstairs. It

6 was somehow an open area.

7 7155 MR. WOLSON: All right. How long was

8 it that you talked to him then? What kind of time are

9 we talking about?

10 7156 MR. SCHREIBER: Not more than 10 or

11 15 minutes.

12 7157 MR. WOLSON: All right.

13 7158 MR. SCHREIBER: Because Mr. Doucet

14 tried immediately to convince me that I should not

15 worry. Nothing was wrong with Mr. Mulroney's testimony

16 in Montréal; that people got it all wrong; that he

17 testified he never had had any business with me also.

18 7159 I didn't understand, quite frankly.

19 7160 MR. WOLSON: So that happened in the

20 10 minutes on Boxing Day?

21 7161 MR. SCHREIBER: Yeah, not more, maybe

22 15.

23 7162 MR. WOLSON: Okay. All right.

24 7163 MR. SCHREIBER: On the way out.

25 7164 MR. WOLSON: Did you meet with him on

1 the 11th of January of 2000 at the Royal York Hotel in
2 Toronto?

3 7165 MR. SCHREIBER: I don't have the date
4 in my head, but when you have it from the daytimer yes,
5 I met with him some time at the Royal York.

6 7166 MR. WOLSON: I wonder if you could
7 take a look at Book 3, Tab 6.

8 7167 MR. SCHREIBER: Yes.

9 7168 MR. WOLSON: These are notes, again
10 typewritten notes, that Mr. Doucet says represent what
11 was said between you and Mr. Doucet on the January 11,
12 2000 meeting.

13 7169 And I am going to go over them with
14 you, but I just want to set the stage.

15 7170 These are notes that are typewritten.
16 What he says, I expect he will say, is that after the
17 meeting he reduced the notes -- or he reduced the
18 conversation you had with him to writing and then later
19 had these notes typed.

20 7171 MR. SCHREIBER: Okay.

21 7172 MR. WOLSON: So they are his
22 memoranda of what happened on that day.

23 7173 So let me ask you, then: You met
24 with him at the Royal York Hotel, did you?

25 7174 MR. SCHREIBER: Yes.

1 7175 MR. WOLSON: Who had the room there?

2 7176 MR. SCHREIBER: I'm not -- I'm not
3 even sure. I have no recollection that there was a
4 room. I could have met with him at the restaurant or
5 in the bar or wherever.

6 7177 MR. WOLSON: It says at the top of
7 the memorandum:
8 "4:30 Royal York, Toronto K.S.
9 and J.A.D. room 5-271"

10 7178 MR. SCHREIBER: Well then Mr. Doucet
11 might have had the room there.

12 7179 MR. WOLSON: Okay. And what was the
13 purpose of the meeting?

14 7180 MR. SCHREIBER: I think he called and
15 wanted to meet with me.

16 7181 MR. WOLSON: And were you in Toronto
17 at the time?

18 7182 MR. SCHREIBER: Yes.

19 7183 MR. WOLSON: You were living in
20 Toronto?

21 7184 MR. SCHREIBER: Yes.

22 7185 MR. WOLSON: And Mr. Doucet called to
23 meet with you?

24 7186 MR. SCHREIBER: Yes.

25 7187 MR. WOLSON: And you went to the

1 Royal York Hotel for a meeting?

2 7188 MR. SCHREIBER: Yes.

3 7189 MR. WOLSON: And how long was the
4 meeting?

5 7190 MR. SCHREIBER: Strangely, I have to
6 say I have nearly no recollection at all on the day
7 with him at the Royal York.

8 7191 I recall another meeting with him,
9 but that one is somehow nearly out of my memory.

10 7192 MR. WOLSON: Well, then you may not
11 be able to answer this. Do you know the purpose of the
12 meeting?

13 7193 MR. SCHREIBER: Yes. He wanted to
14 continue the discussion we had on Boxing Day.

15 7194 MR. WOLSON: So it was clear to you
16 that the Boxing Day discussion where you said to him
17 you would not commit perjury --

18 7195 MR. SCHREIBER: Yes.

19 7196 MR. WOLSON: -- wasn't a finished
20 discussion.

21 7197 MR. SCHREIBER: Yes.

22 7198 MR. WOLSON: Had you finished it?

23 7199 MR. SCHREIBER: No, I expected that
24 after what I had told him he should tell Brian, that he
25 would come back now and wanted to talk about it.

1 7200 MR. WOLSON: And I'm assuming, based
2 on the Luc Lavoie comments, that you are -- you had met
3 with Brian Mulroney in the hotel in Zürich --

4 7201 MR. SCHREIBER: Yes.

5 7202 MR. WOLSON: The Savoy; right?

6 7203 MR. SCHREIBER: Yes.

7 7204 MR. WOLSON: You had met with him in
8 1998.

9 7205 MR. SCHREIBER: Yes.

10 7206 MR. WOLSON: When you met with him
11 you were on a friendly relationship with him. You were
12 friends.

13 7207 MR. SCHREIBER: Absolutely.

14 7208 MR. WOLSON: But I'm assuming when
15 you said tell your friend, and talking to Fred Doucet
16 on Boxing Day, later in 1999, that you weren't very
17 happy with Mr. Mulroney, based on the Luc Lavoie
18 comments.

19 7209 MR. SCHREIBER: Mr. Wolson, I think
20 it is necessary to put a sentence to you on that.

21 7210 Before the show was aired it was two
22 hours or so earlier in Nova Scotia, and Elmer MacKay
23 gave me a call and said look, there is an unbelievable
24 story what this Luc Lavoie is doing and Brian has
25 nothing to do with it. He is absolutely furious about

1 it. So don't worry about it and this will be all
2 fixed.

3 7211 So this is why I of course expected
4 an apology, because I don't care about the spokesman, I
5 care who is the boss. And the boss -- if the spokesman
6 says something, he speaks on behalf of the boss.

7 7212 And you can imagine that I was pretty
8 angry about it.

9 7213 MR. WOLSON: So when he called you,
10 Lavoie, what he called you on the television show --

11 7214 MR. SCHREIBER: Yes.

12 7215 MR. WOLSON: -- you were believing
13 that Mr. Mulroney would call you and apologize?

14 7216 MR. SCHREIBER: Yes.

15 7217 MR. WOLSON: And say that, you know,
16 Mr. Lavoie may have said that but I don't believe that.

17 7218 MR. SCHREIBER: Yes.

18 7219 MR. WOLSON: And that never happened?

19 7220 MR. SCHREIBER: Yes.

20 7221 MR. WOLSON: Or did it happen?

21 7222 MR. SCHREIBER: No. Besides this --
22 and this is how my anger started, and I think I have to
23 add this, too.

24 7223 When I heard nothing on this any more
25 and I prepared to sue, a journalist from Germany who

1 was earlier with 60 Minutes, a very qualified man, came
2 to me and said: Look, you shouldn't sue CBC. You are
3 going to lose your case there. What they told you is a
4 lie.

5 7224 The story was Harvey Cashore from
6 Fifth Estate had been on a Saturday evening with Luc
7 Lavoie at his home --

8 7225 MR. WOLSON: I don't want you to get
9 into triple and quadruple hearsay.

10 7226 MR. SCHREIBER: No, only that. But
11 they both got all drunk and Harvey taped everything.

12 7227 But then when the journalist arrived
13 he told me no, it's not true.

14 7228 MR. WOLSON: Well, I can tell you
15 that Mr. Cashore is not a witness here.

16 7229 MR. SCHREIBER: Yeah.

17 7230 MR. WOLSON: And let's not go too far
18 afield.

19 7231 MR. SCHREIBER: Okay.

20 7232 MR. WOLSON: Let's stay focused.

21 7233 MR. SCHREIBER: At least I heard the
22 tape.

23 7234 MR. WOLSON: Okay. From your point
24 of view, you were upset because you hadn't heard from
25 Mr. Mulroney to apologize.

1 7235 MR. SCHREIBER: Yes.

2 7236 MR. WOLSON: All right. That sets
3 the stage of you being upset.

4 7237 MR. SCHREIBER: Yes.

5 7238 MR. WOLSON: So you then have this
6 meeting at the Royal York --

7 7239 MR. SCHREIBER: Yes.

8 7240 MR. WOLSON: -- and, from your
9 perspective, it is a continuation of the meeting that
10 you had had at Mr. Doucet's house on Boxing Day.

11 7241 MR. SCHREIBER: Yes.

12 7242 MR. WOLSON: The conversation hadn't
13 ended, but you had family obligations.

14 7243 MR. SCHREIBER: No, I sent
15 information and I expected an answer.

16 7244 MR. WOLSON: All right. So you
17 meet -- and I am going to review this memo with you.
18 Not all of it, because it's not all relevant, but let's
19 talk about Point 2 on the memo.

20 7245 "Luc" -- did you talk about Luc
21 Lavoie?

22 7246 MR. SCHREIBER: For sure.

23 7247 MR. WOLSON:
24 "I gave him a letter. I
25 commented the setting that

1 provoked Luc and how out of
2 context the quote was. I told
3 him how irate you were about
4 Luc's statement regardless of
5 provocation and that you had
6 called him in S.A. and given him
7 hell. Then I probed what good
8 would be served by proceeding
9 with a suit."

10 7248 So, in effect, Mr. Doucet is saying,
11 what good would there be in a lawsuit, and what you
12 said, according to Mr. Doucet, was:

13 "...Well he did me a lot of harm
14 in Germany -- my friends from
15 there are asking me why a
16 spokesperson for BM would call
17 me a liar. No amount of apology
18 on his part will satisfy them.
19 He must pay for his lack of
20 professionalism. BM should not
21 get into this. He should tell
22 him `Look you hurt K.S. and you
23 hurt me, so solve your
24 problem -- in any event
25 Fred,..."

1 7249 This is you talking, according to Mr.
2 Doucet:
3 "...you know these guys are
4 accustomed to shooting with
5 their lips and getting away with
6 it -- this time he won't..."
7 7250 MR. SCHREIBER: That could very well
8 be. I mean, I don't recall this conversation, but it
9 makes sense to me.
10 7251 MR. WOLSON: All right. Then, Point
11 3:
12 "Now on our friend [Brian
13 Mulroney]..."
14 7252 It says "B.M.". We will assume
15 that's Brian Mulroney.
16 7253 MR. SCHREIBER: Yes.
17 7254 MR. WOLSON:
18 "...I was quite taken by your
19 concerns at our house regarding
20 an apparent statement that Brian
21 made. Since you had invited me
22 to tell B.M. everything, I did.
23 And Brian quite frankly could
24 not understand where you would
25 be of that impression.

1 7262 MR. SCHREIBER: I don't recall, but I
2 think it's possible.

3 7263 MR. WOLSON: All right. And then,
4 according to Mr. Doucet, you say:
5 "Fred, I fully understand now
6 and I can see how Brian would
7 have been concerned when you
8 reported to him. O.K. Fred this
9 fully clears that up. I now
10 understand. So there is no
11 problem here any more."

12 7264 Did you do that?

13 7265 MR. SCHREIBER: Yes, when he
14 explained to me that what Brian Mulroney said was no
15 perjury, was no problem, I said, "Well, if you take
16 that position, it's fine with me."

17 7266 MR. WOLSON: What was he talking
18 about?

19 7267 MR. SCHREIBER: The question was
20 whether Brian Mulroney had said that he never had any
21 dealings with me.

22 7268 MR. WOLSON: Yes.

23 7269 MR. SCHREIBER: And this was a
24 misunderstanding, I was told, that he had said when he
25 was discovered "I never had any dealings with Mr.

1 Schreiber."

2 7270 I, quite frankly, didn't understand
3 too much what the difference was, but when they were
4 all lawyers, and when they said, "That's fine," then
5 it's fine with me. You got my message, and that's it,
6 bingo.

7 7271 MR. WOLSON: Okay. You just accepted
8 it, even though you didn't understand it. You accepted
9 it in the spirit in which it was told to you.

10 7272 MR. SCHREIBER: If they were fine
11 with it, if it was no problem for him, then why would I
12 care?

13 7273 MR. WOLSON: Well, let's forget about
14 the bottom of the page, because I am going to come back
15 to that in a minute.

16 7274 Flip the page over, will you, please?

17 7275 MR. SCHREIBER: Yeah.

18 7276 MR. WOLSON: At Point 4 you talk
19 about Germany, and what's happening in Germany. Do you
20 recall this conversation?

21 7277 I don't think I have to go into it,
22 except it's about Helmut Kohl and difficulties in
23 Germany and --

24 7278 MR. SCHREIBER: Yeah, and the
25 Bavarian premier who wanted to become chancellor.

1 7279 MR. WOLSON: Yeah.

2 7280 Did you have a talk about --

3 7281 MR. SCHREIBER: Could be.

4 7282 MR. WOLSON: What I don't understand

5 is, you have a conversation on the 26th of December, at

6 Mr. Doucet's house, and he invites you to come to the

7 Royal York Hotel, and you talk about things that -- it

8 seems strange that Mr. Doucet would call you and invite

9 you to the Royal York to talk about the problems

10 happening in Germany.

11 7283 MR. SCHREIBER: Well, Mr. Mulroney

12 and Mr. Kohl had a good relationship -- and I mentioned

13 this earlier -- this was of great importance because

14 Mr. Mulroney was involved in reunification and Mr. Kohl

15 was the Chancellor after reunification. So he knew

16 that.

17 7284 The meeting was because of this

18 situation with the perjury and his testimony and that

19 lawsuit when his settlement was on in Montreal, and

20 besides this, he may have asked out of courtesy, "How

21 is Mr. Kohl doing," or, "What is the situation in

22 Germany?" It could very well --

23 7285 MR. WOLSON: So it was just talk

24 between two friends.

25 7286 MR. SCHREIBER: Yes.

1 7287 MR. WOLSON: All right. Let's go to
2 Point 5. It starts off with "Timing", and it's
3 obviously you talking, because it says:
4 "We have suggested dates. We
5 expect now the discoveries will
6 start in Feb. Prost, her Boss,
7 then Thompson, then Rock."
8 7288 MR. SCHREIBER: Yes.
9 7289 MR. WOLSON:
10 "Then a long list including
11 Chretien."
12 7290 MR. SCHREIBER: Yes.
13 7291 MR. WOLSON:
14 "On my own initiatives -- we're
15 going to let these
16 discoveries..."
17 -- and you go on.
18 7292 MR. SCHREIBER: Yes.
19 7293 MR. WOLSON: So you are talking,
20 then, about you having discoveries in your case in
21 Edmonton.
22 7294 MR. SCHREIBER: Yes.
23 7295 MR. WOLSON: And I am assuming, to
24 put it in proper context, that you would have had to
25 have testified on those discoveries at one point.

1 7296 MR. SCHREIBER: Not only that, Mr.
2 Wolson, Mr. Mulroney and I sued the government, and we
3 received apologies from Mr. Rock and Mr. Murray, and
4 Mr. Mulroney got his settlement, and I told Mr. Rock,
5 "I received your apology. I read it. I don't accept
6 it, I'll see you in court."
7 7297 MR. WOLSON: All right, but what I
8 want to ask you, just to put it in context, is: Did
9 you expect that you would be testifying at some point
10 there?
11 7298 MR. SCHREIBER: Yes, and also Mr.
12 Mulroney, because we, more or less, were on the same
13 wavelength, that we would fight this to an end,
14 especially with all the things with Stevie Cameron,
15 Allan Rock and all this mess around the Letter of
16 Request.
17 7299 MR. WOLSON: All right. Then I want
18 to go back to paragraph 3, which is a page earlier.
19 7300 You have just said that you may have
20 to testify, and Mr. Mulroney may have to testify, so
21 now I want to deal with the second paragraph in Point
22 No. 3.
23 7301 This is Mr. Doucet talking to you.
24 "Now K.S...."
25 7302 That's you.

1 7303 MR. SCHREIBER: One second, now.
2 What tab is it that you are in?
3 7304 MR. WOLSON: I'm sorry, Tab 6. It's
4 the same document.
5 7305 Book 3, Tab 6.
6 7306 MR. SCHREIBER: Yes.
7 7307 MR. WOLSON: This is the document
8 that we discussed just a moment or two ago, but I left
9 out one paragraph because I went to the following page.
10 7308 Are you on the first page of that?
11 7309 MR. SCHREIBER: Yes.
12 7310 MR. WOLSON: Do you see the number 3?
13 7311 MR. SCHREIBER: Yes.
14 7312 MR. WOLSON: Okay. I asked you about
15 the first part of the paragraph, but now I want to ask
16 you about the second paragraph.
17 7313 Okay?
18 7314 MR. SCHREIBER: M'hmm.
19 7315 MR. WOLSON: I am going to read it to
20 you. This is Mr. Doucet talking.
21 "Now K.S...."
22 -- that's you:
23 "...let us imagine that what you
24 had in mind when you called me
25 to set up the Mirabel meeting

1 etc. regarding M.B.'s..."

2 -- that's Mr. Mulroneu --

3 7316 MR. SCHREIBER: Yes.

4 7317 MR. WOLSON:

5 "...consultancy internationally

6 comes out during your

7 discoveries."

8 7318 So, according to Mr. Doucet's note,

9 he is trying to ask you about what you had in mind when

10 you called Mr. Mulroneu about the Mirabel meeting.

11 7319 All right?

12 7320 MR. SCHREIBER: Yes.

13 7321 MR. WOLSON: Are you following me?

14 7322 MR. SCHREIBER: Yes.

15 7323 MR. WOLSON: Was that said to you?

16 7324 MR. SCHREIBER: No.

17 7325 It states that I never spoke with him

18 what I wanted to discuss with Brian Mulroneu at

19 Mirabel. What we wanted to discuss was said at

20 Harrington Lake, and Fred Doucet was never around.

21 7326 MR. WOLSON: Did he say this:

22 "May I presume you will disclose

23 the same as I understood the

24 consultancy to be. The occasion

25 of Elmer's luncheon party was to

1 propose to M.B. that you would
2 want him to keep a watching
3 brief world wide over a three
4 year horizon and to report
5 periodically on possible
6 opportunities for your companies
7 and that for the service you
8 were prepared to pay a fee and
9 expenses."

10 7327 MR. SCHREIBER: It's all nonsense.

11 7328 MR. WOLSON:
12 "Let me stop you there Fred."
13 -- you were supposed to have said:
14 "Brian and I had discussed this
15 before particularly in the
16 context of place keeping..."
17 -- I am sure it would be "peacekeeping" --

18 7329 MR. SCHREIBER: Yeah.

19 7330 MR. WOLSON:
20 "...[peacekeeping] programs and
21 also dealing with the reunified
22 Germany."

23 7331 MR. SCHREIBER: Yeah.

24 7332 MR. WOLSON:
25 "So, OK, K.S. so you had a

1 mandate which was acceptable to
2 M.B."
3 7333 And you said, "Yes, that's right."
4 7334 Did you have that conversation?
5 7335 MR. SCHREIBER: No, I never discussed
6 with him a mandate regarding Mr. Mulroney at all, at no
7 time.
8 7336 MR. WOLSON: And he goes on and says:
9 "Now..."
10 -- he is speaking to you:
11 "...if you are asked under oath
12 about the post 1993 period is
13 this what you are going to say."
14 7337 Did he ask you that?
15 7338 MR. SCHREIBER: Mr. Wolson, I just
16 tried to find where that is.
17 7339 MR. WOLSON: Four lines from the
18 bottom.
19 7340 MR. SCHREIBER: Let me stop you --
20 7341 MR. WOLSON: "Now if you are asked
21 under oath..."
22 7342 Do you see that, four lines from the
23 bottom?
24 7343 MR. SCHREIBER: Yeah.
25 7344 MR. WOLSON:

1 "Now if you are asked under oath
2 about the post 1993 period is
3 this what you are going to say."
4 7345 MR. SCHREIBER: Yes.
5 7346 MR. WOLSON: Did he ask you about
6 what you were going to say when you were a witness?
7 7347 MR. SCHREIBER: "What about financial
8 arrangements?"
9 7348 He might have asked what I would
10 testify about my relationship with Mr. Mulroney, but
11 about financial arrangements, or whatever, this is --
12 7349 MR. WOLSON: Go ahead, finish.
13 7350 No?
14 7351 MR. SCHREIBER: I didn't discuss
15 things with him like this.
16 7352 MR. WOLSON: "Well Fred,..." you are
17 supposed to have said:
18 "...I can't perjure myself so I
19 guess if asked that's what I
20 would say. What about the
21 financial arrangements?"
22 7353 You say:
23 "Well it could have been an
24 advance or a loan -- I don't
25 really fully recall but I guess

1 it is only relevant in the
2 context of my taxes so let's
3 wait a while since I won't be
4 discovered for a long time..."

5 7354 Did you say that?

6 7355 MR. SCHREIBER: Never.

7 7356 MR. WOLSON: But he has written this.

8 7357 MR. SCHREIBER: Yeah, but I have no
9 tax problems or anything with it, it is --

10 7358 MR. WOLSON: But he has written this.

11 7359 MR. SCHREIBER: Yeah.

12 7360 MR. WOLSON: Was the money you gave
13 Mr. Mulroney, the \$300,000, an advance or a loan?

14 7361 MR. SCHREIBER: No.

15 7362 MR. WOLSON: What was it?

16 7363 MR. SCHREIBER: But, you know, I paid
17 him for future services. But I said to Fred -- I think
18 I recall this -- I don't know what this is all about.
19 I have no proof of everything. What is he doing with
20 all this?

21 7364 I mean, if he would have said, "It's
22 a loan," I could not prove it's not. If he would have
23 said, "It's an advance," I could not prove it because I
24 had no agreement.

25 7365 If he would have said, "It's a gift,"

1 I could not prove it. If he said, "Schreiber is
2 coo-coo, I never got anything from him," I couldn't
3 prove it, because there was no paper in it, and no
4 witness, Mr. Wolson.

5 7366 MR. WOLSON: Did you tell that to Mr.
6 Doucet?

7 7367 MR. SCHREIBER: Could be, yes.

8 7368 MR. WOLSON:
9 "Look Fred Brian is my friend.
10 I will do nothing that will hurt
11 him -- you tell him. We can
12 come back to this matter later
13 but we agree on the mandate I
14 gave him and he accepted. O.K.
15 Fred, there is nothing like the
16 truth do you agree?
17 Absolutely."

18 7369 MR. SCHREIBER: Nothing about the
19 mandate was ever discussed with Fred. It's not my
20 habit to discuss business with other people.

21 7370 MR. WOLSON: Look at the bottom of
22 the page. These are his conclusions:

23 1. You are hurting for money.

24 7371 Were you hurting for money?

25 7372 MR. SCHREIBER: Me?

1 7373 MR. WOLSON: Yes.

2 7374 MR. SCHREIBER: I'm hurting for
3 money?

4 7375 MR. WOLSON: Were you short of money?

5 7376 MR. SCHREIBER: No.

6 7377 MR. WOLSON:
7 "2. - He is getting paid for
8 his interviews (he let slip that
9 he had made \$40,000 in one
10 interview.)"

11 7378 MR. SCHREIBER: Hang on for a second.
12 Don't you think that this was related to Mr. Pelossi?

13 7379 MR. WOLSON: Pelossi?

14 7380 MR. SCHREIBER: Yeah, because it
15 looks like this is all the things which were known
16 about Mr. Pelossi, because I see here --

17 7381 MR. WOLSON: No, I will tell you
18 why -- just hold on and I will tell you why it's about
19 you.

20 7382 If you look at the second-last one:
21 "He fervently believes he will
22 never be extradited."

23 7383 And the last one:
24 "He will only settle for some
25 money from Luc."

1 7384 So he is definitely talking about
2 you.

3 7385 MR. SCHREIBER: Yeah.

4 7386 MR. WOLSON: All right.

5 7387 MR. SCHREIBER: Then it makes no
6 sense at all to me.

7 7388 MR. WOLSON: Okay. Did you get paid
8 for an interview that you gave to one of the news --

9 7389 I know you have given many news
10 interviews --

11 7390 MR. SCHREIBER: No.

12 7391 MR. WOLSON: -- did you get paid
13 \$40,000 for one interview?

14 7392 MR. SCHREIBER: No, never ever one
15 nickel.

16 7393 MR. WOLSON: I see.

17 7394 This would be an appropriate time,
18 it's four o'clock. I do have an amount to go still.
19 Even if you asked me to continue today, I wouldn't
20 finish, unless we went well into the evening. It has
21 been a long day, I am going to suggest that we adjourn
22 now and come back tomorrow. I will finish with Mr.
23 Schreiber -- and you will be happy to know this, Mr.
24 Schreiber -- sometime in the morning, and then others
25 will have questions, I'm sure.

1 7395 If that pleases you, Mr.

2 Commissioner -- I notice that Mr. Pratte is smiling,
3 but I am going to ask that we adjourn for the day.

4 7396 COMMISSIONER OLIPHANT: So the good
5 news for Mr. Schreiber is that you will be finished
6 with him tomorrow, and the bad news is that Mr. Pratte
7 will then have a turn.

8 --- Laughter / Rires

9 7397 COMMISSIONER OLIPHANT: We will
10 adjourn today, then, until 9:30 tomorrow morning.

11 --- Whereupon the hearing adjourned at 4:02 p.m., to
12 resume on Thursday, April 16, 2009 at 9:30 a.m. /
13 L'audience est ajournée à 16 h 02, pour reprendre
14 le jeudi 16 avril 2009 à 09 h 30

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