

STANDING COMMITTEE ON CROWN CORPORATIONS

June 26, 1998

MINUTE NO. 50

9:00 a.m. - Room 10

1. **PRESENT:** Ms. Lorje in the Chair and Members Bjornerud, Gantefoer*, Hamilton, Hillson, Kowalsky, Shillington*, Stanger*, Tchorzewski*, and Trew.

Mr. Gantefoer substituting for Mr. Heppner
Mr. Shillington substituting for Mr. Kasperski
Mr. Stanger substituting for Mr. Renaud
Mr. Tchorzewski substituting for Mr. Johnson

Other Members

Mr. Goohsen, Mr. Osika

Staff to the Committee

Ms. Margaret Woods, Clerk to the Committee
Mr. Ted Priel, Special Advisor to the Committee

2. The Committee resumed its examination of the Channel Lake Petroleum Ltd. matter:

Witness:

Ms. Nora T. Stewart, Associate, Sproule Associates Ltd.

Ms. Stewart began her testimony with an opening statement and tabled the following document:

CCC 99/23 – Sproule Associates Limited: Correspondence from Nora T. Stewart, Associate and K.H. Crowther, Executive Vice-President, to L. Ted Priel, Priel Stevenson Hood & Thornton, dated June 25, 1998, re: Crown Corporations Committee – Legislature of the Province of Saskatchewan; and attached:

- i) “Discount rates and risk assessment in mineral project evaluations” by Lawrence Devon Smith, Kilborn Inc., in CIM Bulletin, April 1995 (Volume 88, No. 989), at p. 34.
- ii) “Playing the valuation game: present value vs. future value” by Herwig Langohr

Ms. Stewart then responded to questions put by Committee Members.

3. The Committee concluded its examination of the witness, Ms. Stewart.
4. The Committee recessed from 10:21 a.m. until 10:35 a.m.
5. The Committee continued its examination of the Channel Lake Petroleum Ltd. matter:

Witness:

Mr. Donald W. Curry, Associate, Serval Processing and Marketing

Mr. Curry began his testimony with an opening statement and tabled the following document:

CCC 100/23 – Serval Processing and Marketing: Correspondence from Don Curry, Associate to L. Ted Priel, Priel Stevenson Hood & Thornton, dated June 25, 1998, re: Crown Corporations Committee – Legislature of the Province of Saskatchewan; and attached curriculum vitae of Donald W. Curry

Mr. Curry then responded to questions put by Committee Members.

6. The Committee concluded its examination of the witness with Mr. Curry making a closing statement.
7. It was moved by Mr: Tchorzewski:

That this Committee do now adjourn.

The question being put, the motion was agreed to.

8. The Committee adjourned at 11:56 p.m. until 2:00 p.m. on Monday, June 29, 1998.

Margaret A. Woods
Committee Clerk

Pat Lorje
Committee Chair