

KARLHEINZ SCHREIBER

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Mr. Frank A. Moores  
P.O. Box 68  
R.R. 1  
Elgin, Ontario K0G 1E0

C A N A D A

December 27, 1995  
Schr / ka

Dear Frank:

Re: Loan in the amount of Can.\$ 1 million  
Project Thyssen Bear Head

On March 12, 1992 Thyssen Industrie through myself granted you a loan in the amount of Can.\$ 1 million at an interest rate of 4% p.a.

The loan as well as the accrued interest should be compensated through services provided by you in connection with the Bear Head project.

Eligibility for the compensation of the loan as well as the accrued interest payments was a successful closing of the Thyssen Bear Head project.

Unfortunately we did not succeed to build the plant for Thyssen Bear Head as planned. The order for armoured vehicles was placed as a sole sourced order by DND with General Motors, London, Ontario, as had been all previous orders. This means a repayment of the loan granted to you.

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

I very much regret that the project could not be closed successfully with regard to a cooperation between Germany and Canada and wish you and your family a Happy and Successful Year 1996.

Yours sincerely,

  
Karlheinz Schreiber

OTT/SBC/GCS

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