

# **EXHIBIT E**



1     worth 99 years from now, less or more. We have  
2     inflation, and we have deflation.

3             Q. If the plaintiff's view of this gold  
4     clause is correct and you're supposed to be  
5     paying an amount up to 1,693 ounces of gold coin  
6     a year -- strike that.

7             Since S&R became the lessee in 1982,  
8     is it correct that it has paid \$35,000 in  
9     currency every year?

10            A. I believe so.

11            Q. Do you have any reason to believe that  
12     they have paid a different amount?

13            A. No.

14            Q. If the plaintiff's understanding of  
15     the gold clause is correct, then for the past 24  
16     years S&R has had a pretty good deal?

17            MR. WALTERS: Objection.

18            A. Pretty good deal, I would say, no,  
19     they have not had a pretty good deal.

20            Q. Why is that?

21            A. Because the building has lost money  
22     all but a few years since we built it.

23            Q. If you had had to pay -- I'll use the  
24     term gold adjusted amount to refer to the rent  
25     according to plaintiff's understanding of the

1 whether or not you're going to renew?

2 A. No.

3 Q. If S&R does not renew the lease at  
4 all, does that affect S&R's subtenants in the  
5 building?

6 A. That calls for a legal opinion, and  
7 I'm not sure I'm qualified. I would assume it  
8 would, yes, I mean if we have to abandon the  
9 premises. Again, though, somebody has got to  
10 own it. Those leases would run with the land.

11 Would they affect the tenants in the  
12 building? Maybe not. You know, there is -- I'm  
13 not sure they would, actually. Somebody has got  
14 to own it. The leases would run to whomever  
15 would own it, and perhaps they wouldn't be.

16 Q. Do any of the current subtenants of  
17 S&R have a sublease that extends beyond 2012?

18 A. Yes.

19 Q. Yes?

20 A. Yes.

21 Q. At this point in time S&R has no right  
22 to be on the property beyond 2012; is that  
23 right?

24 A. Until such time as we would extend the  
25 term, I would guess, yes.