

CABLE FOR HOWARD WILLENS: HAFADAI BEACH HOTEL: SAIPAN: MARIANA ISLANDS

HOLD FOR ARRIVAL

1. PER EOH AND MFC: TRUST POLICY GUIDELINE FIVE CONCEPT IS WORKABLE, THOUGH LANGUAGE NEEDS REVISION AND WE MAY RECOMMEND ADDITIONAL SAFEGUARDS LIKE PUBLIC HEARINGS AND EXTRAORDINARY VOTE. GENERALLY ACCEPTED ACCOUNTING PRINCIPLES REQUIRE LUMP SUM LEASE PAYMENT TO BE TREATED AS AN ASSET AND A LIKE AMOUNT TO BE BOOKED AS DEFERRED INCOME, A LIABILITY. INCOME STATEMENTS WILL SHOW ONE-FIFTIETH OF LUMP SUM PLUS EARNINGS ON LUMP SUM EACH YEAR. EXPENSES RELATED TO LEASE WILL BE AMORTIZED OVER TERM.

2. BERG HAS NO PROBLEMS WITH ⁴DISTRICT LEGISLATURE ~~AND RESOLUTION INSTEAD OF LEGISLATION.~~ Bill.

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HOWARD WILLENS

HAFADAI BEACH HOTEL

SAIPAN, MARIANA ISLANDS

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