



British Columbia Securities Commission

**By email**

REPLY TO:  
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January 17, 2014

Rodney Jack Wharram



Email: [rod@westkarma.com](mailto:rod@westkarma.com)  
(for all Respondents)

**WITHOUT PREJUDICE**

Dear Mr. Wharram:

**Re: The Falls Capital Corp., Deercrest Construction Fund Inc., West Karma Ltd.  
and Rodney Jack Wharram**

I write in response to the email you sent me yesterday.

I confirm what I told you the day of the hearing management meeting in the presence of my co-counsel, and what I reiterated in my December 30, 2013 letter to you. Staff do not have authority to settle cases or set the terms for settlement. The Executive Director has that authority.

The settlement process here is that settlement negotiations take place between Commission staff and respondents or their counsel. Staff only present to the Executive Director offers with terms on which we recommend settlement. You and I have exchanged letters in an attempt to negotiate settlement of this file. You can continue to attempt to negotiate a settlement by responding to the terms set out in my December 30, 2013 letter to you. As I explained in that letter, those are the terms on which staff would recommend settlement to the Executive Director.

Yours truly,

C. Paige Leggat  
Senior Litigation Counsel  
Enforcement Division