

believe that they are insoluble. If Israel and Egypt demonstrate they can live in peace, I am confident that the visible benefits to both sides that will result from the possibilities newly opened for shifting resources to the human needs of Israelis and Egyptians will provide motive and example to Israel's other neighbours and that they will eventually see the very real benefits of joining the Camp David process.

If peace is achieved, we hope it will set the stage for economic cooperation in the region and will end the Arab boycott of Israel. In the meantime, the Canadian Government will fully meet its responsibilities as far as human rights and restrictive trade practices are concerned - in the face of any foreign economic boycott. If you will bear with me, I would like to review the Government's anti-boycott policy. The Canada/Israel Committee has played an important and responsible role in this process.

I would like to begin with my statement of policy of October 21, 1976. I said then that the types of activity that the Government found unacceptable were those which would, in connection with the provision of any boycott,

"require a Canadian firm to: engage in
discrimination based on the race,
national or ethnic origin or religion