(C.W.B. November 15, 1961)

that Canadian manufacturing industries are small compared with those of some other countries and can suffer severe damage or even be destroyed by a flood of very low-priced imported merchandise.

"Canada attaches major importance to Japan as a large and growing market for Canadian exports, particularly for exports of foodstuffs and industrial materials, as well as for a modest range of manufactured goods.

LIBERALIZATION OF IMPORTS INTO JAPAN

"Canadians have been following with approval Japan's plans for the progressive liberalization of imports. The implementation of these plans, coupled with the removal of restrictions which remain on certain Canadian exports to Japan, will be welcomed by the Government and by Canadian businessmen.

"When Prime Minister Ikeda visited Canada earlier this year, we agreed on the principle of orderly marketing, and we saw good prospects for the expansion of trade on an orderly basis.

of mutual trade between Canada and Japan. Trade is essential to both Japan and Canada, and it is in the long-term interest of both nations that the

increase by about 5 to 10 per cent investigation the

Otherdism expending is brown to when the level off unemployment sixtract tabove brownsi-fevels and twhen

they improbes on the beimportes blood venteratically increase by this amount in products whereafties can increase by this amount in products whereafties can be a second to be a second to

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On the other hand this does not exclude largerith-

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Government of Alberta to enact legislatureviterica

ORIGIN OF CANADA-JAPANITRADE PROBLEMS

awolly should peint but that the artheologs which

from the total level of imports from Japan but from a concentration in particularly sensitive lines such as textites and other consumer producted lyangeer that

Sepanese businesamen should make detailed first

equipment, machinely is mids semisfinished products

"Canadians have followed with much interest the

not experiencing difficulties.

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trade between us should develop on a basis of mutual agreement and understanding.

"Problems are bound to arise from time to time, but with goodwill on both sides, and a readiness to understand each other's difficulties, I feel sure that solutions will be found consistent with the expansion of two-way trade....

"As partners in the community of freedom and as neighbours across the Pacific, we cannot afford to allow commercial difficulties to obscure the paramount need for co-operation in free mankind's neverending search for peace and world stability.

"Japan shares with free mankind the trouble and heartache of modern society as it grapples with a crisis of civilization. Men of faith believe that this crisis can be surmounted without bloodshed, catastrophe and ruin.

"Japan and Canada together, by the example of our co-operation, can point the way to new horizons of mutual respect and understanding.

"Let it be our common aim to conduct our relation in harmony and goodwill. Out of our joint endeavours will come not only lasting benefits for ourselves but the shining prospect of a world where the rising sun of international friendship will melt the icy grip which the cold war has clamped on our generation."

dicate that, in the composition of trade with Canada,

ADMITTARE OF JAPANESE GOODS TO CARADA

goods enjoy freer access to the Canadian market

in the world, Canade's farilis are moderate, and the

only, special safeguard for Canadian industry rests on

a number of restraints on specific export being app

plied by Japan itself, Such restraints are in the in-

terests of Japan's future markets and long-term poor

of 18 million people, buys more made up textile

Europe, with over 200 million people. When industrial

actions maintain severe restrictions on imports from

agise in Canada and other countries that do not main-

tain such restrictions, notes water battnu and of

SATT and also in the North Adaptic TrestynOrgani-

in our trade relations would not have arisen it all

and Jepan was entered into, it was reslized that appenese exports could cause market discipling in

Canada, Therefore a clause was included in the agreement whereby Canada was recognized to have the right to apply fixed values for duty in the event

"I believe that many of the problems encountered

"It is of interest that Canada, with a population

The following is the test of Mr. Spind lew simon

Japan enjoys al significant savantage? MU DNITO**