

Mr. Wechsler: Could we go back to the China issue for a moment. I don't think I reflect the overwhelming sentiment of my own countrymen when I raise the issue in these terms. Yet, I must say that I still see no logic or sense in the view that we can keep this country out much longer and hope to achieve disarmament or any form of international stabilization. I wonder, if I may say so as I suggested earlier, why it has been the Canadian view that there is greater wisdom in the American position than there is in the British position on this issue?

Mr. Green: On the Chinese question, we don't think that Formosa should be handed over to Red China and the policy of Red China is that she will not accept recognition or admission to the United Nations unless at the same time it is acknowledged that she has the right to take over Formosa. We're not prepared to do that.

Mr. Wechsler: Well, I certainly would agree with that position, but it doesn't seem to me that there has been any effort made or any aggressive diplomacy directed towards a solution which would create the two China solution that we all know about. Would it not be your disposition to feel that that was the only hope in this situation?

Mr. Green: It would certainly make it much easier to solve this question if this attitude of Red China could be overcome.

Mr. Wechsler: But on the other hand Chiang Kai-Shek would say that he is opposed to the two China solution so that we are in this terrible deadlock in which neither side seems to be prepared to accept even a discussion of this formula. But I wondered whether it would not be quite helpful to the United States if Canada broke through this stalemate and at least suggested that it favoured this kind of solution. I certainly agree that the notion of turning over Formosa to the Chinese Communists would be intolerable and unacceptable.

Mr. Green: Well I am very hopeful that something along that line can be worked out.

Mr. Davey: Mr. Green have you had any comments from United States officials in relation to our large trade with China that has developed over the last year?

Mr. Green: Not officially, no. I think the American government understands the situation very well. I don't doubt some of the American press have commented adversely on the fact that Canada has been selling wheat to Red China.

Mr. Wechsler: The government may understand it here, but have you had any indication that the U.S. government doesn't like it?

Mr. Green: No.

Mr. Mali: Can I ask you a question in another field? There is a strong feeling among the non-aligned countries, the anti-colonial countries at the