as well as the Commander of the Northern NORAD Region and the Commanders of two NORAD divisions, including one in the United States. Plans are jointly drawn up by officers of the two countries and must be approved by both Canadian and United States authorities. United States thinking naturally plays a major part, but it is not by any means exclusive. The authority of the Commander in Chief NORAD in all respects is jointly determined by the two Governments. It is also perhaps worth noting again that the NORAD system is exclusively defensive in nature and cannot possibly be used for any purpose apart from the defence of North America.

The NORAD Agreement will lapse on May 12 unless it is renewed. The Government is currently, as I said a moment ago, giving careful consideration to this Agreement.

To the United States, partnership for the defence of our respective homelands is an important manifestation of the basic friendship between the two countries, which enables us to speak frankly and to differ with the United States in other areas where such vital interests are not at stake. If we are seen to be doing our part in the defence of this continent, we are in a stronger position to express our views on other issues where we may disagree. In summary, I would like to make the following points. Canada is involved in a threat to this continent from manned bombers which no responsible government can ignore. In this situation, there are three choices open to us:

(a) We could accept responsibility for providing all of the facilities and undertake all of the activities required in Canada for effective continental bomber defence. In our judgment this is beyond the financial capacity of this country.

(b) We could permit the United States to assume controlling responsibility for the entire task both in the United States and Canada. This would involve a surrender of sovereignty which this Government is not prepared to contemplate.

(c) We can share the task of continental defence on an appropriate basis.

This third choice provides for effective defence within our means, while fully protecting Canadian sovereignty. The NORAD arrangement is based on the principle of shared responsibility for continental air defence, but by itself renewal of the Agreement would not be a commitment of specific forces and equipment.

As I said earlier:

"This is achieved through <u>ad hoc</u> arrangements between the two Governments as the need arises."

Based upon what I would think anyone would agree to was an elementary principle - namely, that in our own defence interests we have to have arrangements made with our neighbour for continental defence and the defence of our own country.