Mr. Pearson:

Not at all. It may or it may not include certain facilities but it certainly doesn't necessarily mean that there will be any additional United States forces on Canadian soil at all and it might even mean that practically all of it will be spent in the United States.

Mr. Fraser:

Thank you very much, Mr. Pearson.

has moral overtones - and undertones. The element morality in this is that this particular Communist Government has been an agressor against the United Nations and, therefore, we should nesitate before, we should nesitate before, we

that, if the recognition lon began, there would

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had taken plant be no occasion

We have recognized governments who have later taken aggressive action - not against us directly - but aggressive action and we haven't withdrawn recognition Recognition is something you do in your own interests and that it why I think it is a political matter rather than primarily a moral matter.

Mr. Pearson, I wonder if I could change the subject. I wanted to ask about a statement made by President Eisenhower in his State of the Union address last week. He said that the United States was going to increase spending on continental defence by about a billion dollar Now how is that going to affect us, because we live on this continent too?

We are, of course, just as interested in continental defence as the United States because, as you say, we are part of the continent - the northern part, too. There is renewed interest in continental defence, I think, derived in large part from atomic developments in the U.S.S.R. We have in the last six months or so increased our attention and our efforts in Canada, and in the United States, towards continents in Canada, and in the

If the United States are to spend an extra billion dellars, will we have to spend a proportionate amount on continental defence?

That billion dollars is, of course, a figure that its been mentioned but it doesn't indicate over now many years it will be spent or what kind of continental defence is envisaged. A lot of it may be spent in the United States.

On, I understood nim to say that he had usked for an additional billion dollars to be appropriated this year.

For continental defence - but that might be spent in the continental United States.

It doesn't necessarily include a large addition of

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