

useful role to play, together with all other countries, in promoting peaceful solutions to international problems and in encouraging wider co-operation among all countries, irrespective of differences or similarities.

Both sides affirmed the attachment of Canada and Yugoslavia to the cause of international peace and security and the improvement of relations between States on the basis of the principles of non-interference in internal affairs, renunciation of the use or the threat of force, mutual confidence, reciprocity and the settlement of disputes by peaceful means in accordance with the purposes and principles of the United Nations Charter. They also stated their conviction that peaceful relations between States are possible only in conditions of respect for sovereign equality, including the right of every State freely to choose and develop its political, social and economic systems, for independence and the territorial integrity of States and inviolability of frontiers.

Both sides expressed deep satisfaction with the expansion of Canadian-Yugoslav relations and assessed the future prospects as encouraging. The contribution of past visits by governmental representatives of both countries to the growth of mutual confidence was noted and it was agreed that these should be expanded in future. Both sides, bearing in mind the specific features and approaches of the two countries, expressed the conviction that the future development of their relations was in the interest not only of the peoples of Canada and Yugoslavia but also of international co-operation generally. With this in mind they undertook to increase the frequency of consultations at various levels on matters of common interest.

The two sides noted with satisfaction the increased volume of commercial exchanges between Yugoslavia and Canada and particularly the increasingly prominent role which finished goods have come to play in this trade. The contribution of visits of delegations, businessmen and officials to the growth of bilateral trade was further noted and both sides expressed the belief that joint ventures between Yugoslav and Canadian enterprises, standing on their mutually agreed merits and concluded on the basis of the regulations in effect in both countries, offered an effective means for further developing trade between the two countries. The two sides reviewed their current trade relationship and announced their mutual intention to bring it up to date through a renewal of the present bilateral trade agreement. Both sides would pursue their efforts to further develop and facilitate the flow of trade and other commercial exchanges between the two countries. They noted with satisfaction the recent increase in Canadian exports to Yugoslavia and agreed that a similar development of Yugoslav exports to Canada was desirable.

Both sides noted the important role of the Canadian Export Development Corporation in the growth of economic co-operation