

encouraging the other parties to allow them to lapse and to seek their requirements instead through the Agency. They have suggested that we may wish to follow a similar course.

Canada has only six bilaterals, with Germany, Switzerland, Australia, EURATOM, Japan and Pakistan and of these the last two have not yet been ratified. There is continuing pressure from the Canadian uranium industry for the conclusion of more bilaterals and though we may believe that they would do little to open up immediate markets where none now exist, it is unlikely the government would wish to adopt a policy of discouraging bilaterals, even with the objective of strengthening the Agency.

(d) *Agreement on fuel for the CIR.*

In view of the comments which we have received from both the United Kingdom and the United States regarding an agreement on fuel for the CIR, Mr. Lorne Gray may wish to refer informally to the question, explaining the special circumstances as we see them.²

The names of the United States officials attending are given on the attached list.

We hope to have a preparatory meeting of Canadian officials on Monday afternoon. Since unfortunately you will not be free to attend, I should appreciate you indicating on this memorandum any comments or views that you think would be useful.

O.G. STONER

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DEA/14001-2-6-40

*Le secrétaire d'État aux Affaires extérieures
au représentant auprès de l'Agence internationale de l'Énergie atomique
Secretary of State for External Affairs
to Representative to International Atomic Energy Agency*

TELEGRAM ET-832

Ottawa, June 17, 1960

CONFIDENTIAL. OPIMMEDIATE.

Reference: Your Letter No. 109, Jun 3 (received Jun 16).

Repeat Geneva, London, Washington (Information).

IAEA: TACTICS FOR SAFEGUARDS (OTTAWA MEETING)

I. DRAFT RESOLUTION

USA team produced draft resolution worked out in Vienna. UK representative participated in Ottawa meeting but like us had not yet heard of Vienna talks. Discussions did not touch on substance of safeguards document but dealt only with tactics. One verbal change was made in operative clause 2 of draft resolution, which now reads: "... in giving effect etc." We would support this resolution subject to following comments on its handling.

Resolution as drafted, though it does not go beyond what supporters of safeguards document can tolerate, contains a number of concessions to those countries which are likely to have reservations about accepting safeguards document as it stands without substantive discussion and possible amendment by General Conference. Canadian side urged and USA agreed, that it would be advisable in developing support for resolution to give our delegations

² Note marginale :/Marginal note:

Lorne Gray has agreed to act as host at the luncheon on 14th. He will not however attend meetings. [O.G. Stoner]