

would not be prejudicial to the development of world trade.

- (7) The Committee reviewed the trade and development problems of the developing countries. It recognized the importance of revitalizing the common aid effort. Special reference was made to the importance of expanding private investment and to the growing problem of debt repayment. It was noted that Canada had increased its aid appropriations at a time of heavy demands on its resources.

The Committee agreed that improvement in the trade of developing countries requires a concerted effort by both industrialized and low income countries. The Committee discussed the current examination in the Organization for Economic Cooperation and Development of a generalized scheme of preferences. The Canadian Delegation referred to its submission to the OECD on this subject. In this context, United States members said that the United States had not completed its policy review of the subject of preferential access for developing country exports. Nevertheless, they affirmed the United States intention to contribute illustrative lists in July to the study of a generalized preference system now in progress in the Organization of Economic Cooperation and Development.

- (8) The Committee considered problems that from time to time arise in cross-border trade in certain agricultural commodities and agreed that early consultations should take place to achieve an understanding on how to deal with these problems.
- (9) The Committee examined achievements under the Automotive Agreement of 1965 which they recognized had led to a greater rationalization of the industry and to an increased flow of trade. The Committee agreed that there should be consultations in the fall on ways and means of making further progress towards the full objectives of the Agreement.
- (10) The Committee discussed trade in energy resources and the current oil export situation between the two countries. They reviewed progress of arrangements for discussions and studies pursuant to the meeting of President Nixon and Prime Minister Trudeau in March. They recognized the importance of this subject for