6) That Canada guarantee a fixed tonnage of cereals to developing countries faced with severe food deficits.

A set-aside of cereals for developing countries does not easily lend itself to forward financial planning because of price fluctuations and the cost of maintaining stocks; however, the special provisions for developing countries under consideration in the context of a new IWA could materially assist if a new Agreement can be reached.

7) That Canada attach higher priority to agricultural research with the objective of strengthening the management of such activities and improving dissemination of the results.

The Government concurs with this recommendation which reflects current policy.

8) That projects benefiting small landowners receive increased support, while recognizing some developing countries may prefer the creation of larger agricultural units.

The Government believes that agricultural development assistance should be tailored to the needs of each individual country and be based on the priorities of the recipient government.

9) That the International Fund for Agricultural Development be strongly supported.

Canada has been in the past and will continue to be a strong supporter of IFAD. It will continue its efforts to achieve a more equitable burden sharing between category I (OECD) and category II (OPEC). Negotiations are currently under way to determine an appropriate level of funding and sharing of contributions to IFAD's first replenishment. Canada is an active participant.

D. ENERGY

1) That Canada support the Energy Affiliate of the World Bank. Canada should itself contribute financially.