

In view of world situation and breakdown of collective system, Canada had no practical alternative to embarking on defence programme;

Government sought to follow moderate defence policy, adequate to needs, but which would avoid extremes and command general approval;

In this task, Government, and Liberal party has performed service to nation;

What other party in Canada could have preserved unity in these times on this vital issue?

B. - Domestic Problems:

Emergence of sectional interests has led to misunderstanding and threat to national unity;

Quebec - Duplessis has sought to embarrass Dominion Government -
distortion of public issues -
e. g., unemployment insurance and "provincial rights";