The first states to recognize its boundaries must be its neighbours, those states that share these boundaries with it. It follows that the frontiers of Israel must be negotiated between these neighbour states and Israel in order that they will be accepted by all.

A ceasefire which does not open the way for negotiation in that direction will not deal with the basic problems of the area. We understand the grave difficulties but we plead that a start be made on the road to a negotiated settlement.

I have noted with approval the statement of the nine member countries of the European community which says that "this ceasefire, which would make it possible to spare the peoples affected by the war further tragic ordeals, should at the same time pave the way for true negotiation in an appropriate forum, permitting a settlement of the conflict in accordance with all the provisions of Resolution 242".

As I have said on previous occasions, Canada remains prepared to play its part in a U.N. context if there is a useful role for us. We could envisage a contribution to peacekeeping if desired and required by the parties as well as the continuation of peace observation operations.

These would, of course, be under the authority of the United Nations for we consider, as I said at New York on September 25, that only under such an authority do these operations stand the best chance of success. Canada has participated in the United Nations' Truce Supervision Organization since 1954. While as a result of the current hostilities some of the UNTSO posts in the Suez Canal area have had to be evacuated, I should like to emphasize that UNTSO continues to exist even though it is unable to pursue fully at the present all of its commitments. It is important that it remain intact for future duty.

If the parties to the conflict are prepared to have a peacekeeping force constituted under the authority of the United Nations, we would be prepared to make our contribution. However, I would emphasize that parties to the conflict would first have to agree on the basis of a settlement and terms of reference for such a force for Canada to accept participation in peacekeeping. That is a lesson that our experience, particularly in Indo-China, has taught us. Unless there is basic agreement by the parties involved, the peacekeeping functions cannot be discharged satisfactorily. We must admit that it is one of the distressing aspects of the situation that parties do not appear likely to agree at this time and it is very discouraging that the Security Council has so far been unable itself to agree on a call for a ceasefire or on any other action.

While the war is going on, others have growing responsibilities and can either prolong hostilities or exert great influence in the direction of peace. The major suppliers of arms to both sides obviously can exert a moderating or stimulating influence.

The United States' Secretary of State, Dr. Kissinger, in his press conference on Friday, October 12, issued a call for moderation on the part of the Soviet Union, especially in the matter of supplying arms. It is unfortunate that the Soviet Union should have continued supplying arms since this appeal was made and of course we now have the situation in which the U.S. in its turn has also felt compelled to do so.