9. Replacement of equipment on issue to active or reserve forces, or in stores, by latest type United States equipment purchased from the United States or made in Canada and our industry in Canada tooled up to make a considerable part of this equipment.

In the air force. -

10. Forty regular and reserve squadrons with more than 3,000 aircraft additional to those we now have of the types suitable for the purposes intended.

11. Radar equipment manned and located to provide radar defence integrated with a corresponding United States chain of stations, connected by the necessary communication system and backed by fighters.

12. In Europe an air division of 11 fighters squadrons (included in the 40).

13. Airfields, men and equipment to train large numbers of aircrew for ourselves and other countries.

14. Industry in a position to produce large numbers of the latest types of aircraft needed by the forces of ourselves and others.

15. Production of quantities of equipment for NATO and training of large numbers of officers to strengthen our common defence by assisting our allies.

This whole programme involves an increase in the number of service and civilian personnel employed full time on defence from the present figure of about 90,000 to a total of about 148,000.

That is the programme, a large one for a country of 14 million people still involved in developing its natural resources and also facing the task of maintaining essential services over an area of $3\frac{1}{2}$ million square miles.

Should it be required, there will be the capacity to expand further rapidly because of the emphasis on training establishments, depots and other essential services.

The Cost

It is not usual under our system to announce the figures of any estimates before the estimates are tabled by the Minister of Finance, which is usually done after the conclusion of the debate on the address.

But this is not a usual time.

Defence expenditures four years ago were \$194 million. This year we appropriated in the original estimate \$425 million, and then added in the supplementary estimates \$142,200,000, making a total appropriated this year of \$567 million, which we expect to spend. Then there was in addition part of the \$300 million voted for mutual aid.