Surplus field artillery or surplus artillery parts, as opposed to scrap, that is to mutilated parts, can be sold abroad but always subject to the export control procedures I have mentioned.

What are the results of this policy in respect to arms shipments to the Middle East? An impression may have been created that Canadian arms were flowing into that area in great quantities. That is not the case. The amounts involved are small and do not contravene the principles which I have outlined as governing our policy. The impression may have also been given that we were releasing modern and dangerous weapons whose capabilities could disrupt the military balance among the countries in that region and encourage all-out aggression or an arms race. That also is not the case.

There are certain figures I should like to give and I give these figures although similar figures are not given in respect to arms shipments by other countries. In 1954 export permits for military equipment to the value of \$735,574.60 were granted for Israel; for Egypt the figure was only \$296; for all other Arab states, none.

In 1955 the figure for Israel was \$1,332,110.59; for Egypt, \$770,825; for all other Arab states, \$70. The figures for the two years were \$2,067,685.19 for Israel, and \$771,121 for Egypt.

The Harvard trainers and spare parts for them were responsible for practically the whole of the Egyptian figure. The main items covered by the other figures are:

Harvard aircraft parts

75 mm. shells

Anti-tank equipment

Tracks and spare parts for world war II type tanks (Shermans)

25-pounder guns and accessories

.303 calibre Browning machine guns

3.7" anti-aircraft guns, accessories, spare parts and ammunition (This was a large proportion of the total)

The anti-aircraft guns are of course defensive weapons, and the 25-pounder guns are trailer guns in this case. In respect to the tank tracks and spare parts, which constituted a rather large proportion of the total we were at our request given written and official assurances that they would not be re-exported and that they were all required for normal maintenance