

billion dollars. Indonesia is now the second largest destination for Canadian investment in Asia after Japan and ahead of China. Indonesia is also the third largest emerging market globally after Brazil and Chile. Indonesia is the single largest Asian customer for Canadian wheat. And Indonesian trade with Canada totals more than \$1.5 billion dollars annually. Many thousands of Canadian and Indonesian jobs depend on this economic relationship. That's all good! But, how can we strengthen it? Not easy to answer - given the challenges that the new Indonesian government faces in the first 100 days and beyond, including fuel subsidies that become heavier with every increase in the price of oil.

Politically, Indonesia and Canada are pluralist, secular democracies. As an emerging democracy with the largest Muslim population of any country in the world, Indonesia provides a model for other countries. Within the region, Indonesia is key to the viability of ASEAN, which Canada supports as a dialogue partner. Indonesia is also a proving ground in the fight against terrorism. The tragic and senseless bombing at the Australian embassy in Jakarta last month tells us the problems have not gone away. We have been trying to help. To give you a flavour of the depth of our political engagement, just within the past two months, we have received in Canada an Indonesian delegation led by Justice Minister Yusril Mahendra for our third bilateral human rights dialogue; a delegation from Indonesia's Finance Ministry to discuss anti-money laundering and anti-terrorism financing with Canadian authorities; and this past week, a delegation from Indonesia visited Canada on a chemical, biological, radiological, nuclear incident response study mission.

On development cooperation, Canada has provided Indonesia with over one billion dollars in development assistance since 1954. Over the last five years, the Canadian International Development Agency (CIDA) disbursed over 120 million dollars in support of wide-ranging development initiatives, from environmental management to poverty reduction and gender equality initiatives, to community development projects, human rights and good governance programs. Earlier this year, Canada contributed 5 million dollars to voter education programs; and, next month, I will sign an MOU with Indonesia's Ministry of Trade for a 6.4 million dollar CIDA APEC Integration Program. Indonesia remains a CIDA country of focus with: 110 million people who are either poor or vulnerable to poverty; weak health and education indicators; vast domestic resources for