Ronald Reagan Presidential Library Digital Library Collections

This is a PDF of a folder from our textual collections.

Collection: Executive Secretariat, NSC: Country File Folder Title: Canada (08/28/1981-09/21/1981)

Box: 12

To see more digitized collections visit: https://reaganlibrary.gov/archives/digital-library

To see all Ronald Reagan Presidential Library inventories visit: https://reaganlibrary.gov/document-collection

Contact a reference archivist at: reagan.library@nara.gov

Citation Guidelines: https://reaganlibrary.gov/citing

National Archives Catalogue: https://catalog.archives.gov/

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name EXECUTIVE SECRETARIAT, NSC: COUNTRY FILE

Withdrawer

DLB

1/23/2007

File Folder

CANADA (08/28/1981-09/21/1981)

FOIA

F1554

Box Number

12

TAMMY NEMETH

					77	
ID Doc Type	Doc	ument Descriptio	n	No of Pages	Doc Date	Restrictions
32739 CABLE	#282	101Z AUG 81	· · · · · · · · · · · · · · · · · · ·	2	8/28/1981	B1
	R	12/7/2007	NLRRF1554			
32741 CABLE	#2823	336Z AUG 81		2	8/28/1981	B1
	R	12/7/2007	NLRRF1554			
32742 CABLE	#291	732Z AUG 81		1	8/29/1981	B1
	R	12/7/2007	NLRRF1554			
32743 CABLE	#022	104Z SEP 81		1	9/2/1981	B1
	R	12/7/2007	NLRRF1554			
32744 MEMO		HERFORD POATS		1	9/8/1981	B1
			ALLEN, RE: TRADE			
		CY CONFLICT WI				
·	R	12/19/2011	F1554/1			
32745 MEMO			ΓΟ RICHARD ALLEN,	1	9/9/1981	B1
	RE: Y	YOUR MEETING W RPE	ITH MITCHELL			
	R	12/7/2007	NLRRF1554			
32746 CABLE	#291	840Z AUG 81		4	8/29/1981	B1
	R	12/7/2007	NLRRF1554			
32747 LETTER	PAU	L ROBINSON TO M	MYER RASHISH	2	9/3/1981	B1
	R	12/7/2007	NLRRF1554			
	DOC	UMENT PENDING	REVIEW IN ACCORDA	ANCE WI	TH E.O. 132	233

Freedom of Information Act - [5 U.S.C. 552(b)]

B-1 National security classified information [(b)(1) of the FOIA]

B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]

B-3 Release would violate a Federal statute [(b)(3) of the FOIA]

B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]

B-6 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]

B-7 Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA] B-8 Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]

B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

WITHDRAWAL SHEET

Ronald Reagan Library

Collection Name EXECUTIVE SECRETARIAT, NSC: COUNTRY FILE

Withdrawer

DLB

1/23/2007

File Folder

CANADA (08/28/1981-09/21/1981)

FOIA F1554

Box Number

12

TAMMY NEMETH

ID Doc Type	Document Description	No of Doc Date Restrictions Pages
32748 CABLE	#151439Z SEP 81 R 12/7/2007 NLRI	4 9/15/1981 B1 RF1554
	DOCUMENT PENDING REVIEW	V IN ACCORDANCE WITH E.O. 13233
32749 MEMO	DUPLICATE OF #32744 R 12/19/2011 F155	1 9/8/1981 B1 54/1

Freedom of Information Act - [5 U.S.C. 552(b)]

B-1 National security classified information [(b)(1) of the FOIA]

B-2 Release would disclose internal personnel rules and practices of an agency [(b)(2) of the FOIA]

B-3 Release would violate a Federal statute [(b)(3) of the FOIA]

B-4 Release would disclose trade secrets or confidential or financial information [(b)(4) of the FOIA]

B-6 Release would constitute a clearly unwarranted invasion of personal privacy [(b)(6) of the FOIA]

B-7 Release would disclose information compiled for law enforcement purposes [(b)(7) of the FOIA]

B-8 Release would disclose information concerning the regulation of financial institutions [(b)(8) of the FOIA]

B-9 Release would disclose geological or geophysical information concerning wells [(b)(9) of the FOIA]

C. Closed in accordance with restrictions contained in donor's deed of gift.

PAGE 101

SITUATION(S) MESSAGE(S) LISTING

DATE 08/31/81//243

SITUATION: CHECK SUBJECT CATAGORY: LIST

DECLASS FIED

MESSAGE / ANNOTATION:

MESSAGE:

IMMEDIATE D 282101Z AUG 81 FM SECSTATE WASHDO

TO AMEMBASSY DTTAWA IMMEDIATE 3598

CONEIDENTIAL STATE 230896

E.D. 12065; GDS, 8/27/87 (PEREZ, F.H.)

TAGS: PTFR

SUBJECT: DITAWA DECLARATION ON TERRORISM

- 1. CONFIDENTIAL ENTIRE TEXT.
- 2. FROM THE SECRETARY TO SECRETARY OF STATE FOR EXTERNAL AFFAIRS MACGUIGAN:

QUOTE DEAR MARK:

I VERY MUCH APPRECIATE THE VIGOROUS LEAD THAT CANADA HAS TAKEN ON IMPLEMENTATION OF THE DITAWA STATEMENT ON TER-RORISM.

I AM CONCERNED, HOWEVER, BY THE FAILURE TO MUVE AHEAD ON THE IMPLEMENTATION PLAN AGREED TO BY DUR EXPERTS IN GENEVA BECAUSE OF FRENCH INTRANSIGENCE. IT IS IMPORTANT FOR SUM-MIT SOLIDARITY AND FOR THE SANCTIONS TO HAVE MAXIMUM IMPAC UN AFGHANISTAM THAT FRANCE JUIN THE UK AND FRG IN THE SUS-PENSION OF ARIANA SERVICES.

SINCE PRIME MINISTER TRUDEAU WAS CHAIRMAN OF THE OTTAWA CONFERENCE AND WAS INSTRUMENTAL IN GETTING PRESIDENT MIT-TERRAND TO ACCEPT THE STATEMENT ON TERRORISM, IT WOULD B

HELPFUL IF YOUR PRIME MINISTER COULD EXPLORE THIS MATTER

* * * * * * * * * * * * *

SIT: "RVA" JP NAM COL

FOR: RENT KEMP

WHSR COMMENTS:

PSN:027574

DTG:282101

TUR: 2410011

SENSITIVE

PAGE 102 SITUATION(S) MESSAGE(S) LISTING

DATE 08/31/81//243

SITUATION: CHECK SUBJECT CATAGORY: LIST

MESSAGE / ANNOTATION:

DIRECTLY WITH PRESIDENT MITTERRAND. SINCERELY, ALEXANDER M. HAIG, JR. UNQUOTE CLARK

BT

DECLASSIFIED

NARA DATE 12

3274

PAGE 1 - 133

SITUATION LISTING

DATE 09/16/81//259

SITUATION: NODIS SUBJECT CATAGORY: OUT

MESSAGE / ANNOTATION:

MESSAGE / ANNUTATION

MESSAGE!

EHA162 OD RUFADWW

DE RUEHC #1143 2410048

ZNY SSSSS ZZH

U 282336Z AUG 81 ZFF6

FM SECSTATE WASHDC

TO RUEHOT/AMEMBASSY OTTAWA IMMEDIATE 3600

RUEHLD/AMEMBASSY LONDON IMMEDIATE 2646

RUFHOL/AMEMBASSY BONN IMMEDIATE 0162

RUFHFR/AMEMBASSY PARIS IMMEDIATE 9138

INFO RUEHMO/AMEMBASSY MOSCUW IMMEDIATE 5532

RUEADWW/ WHITE HOUSE IMMEDIATE 6812

BT

SECRET STATE 231143

NODIS

E.D. 12065: RDS-3 8/28/01 (HAIG, ALEXANDER M.)

TAGS: AD, WA, SF, MOPS, EUR

SUBJECT: FURTHER REPORT OF SOUTH AFRICAN ACTIONS IN ANGOLA

PLEASE PASS FOLLOWING MESSAGE FRUM SECRETARY TO HIS CG COUNTERPARTS

1. _ S ENTIRE TEXT.)

2. FORIEGN MINISTER BOTHA CALLED ME AGAIN TODAY, AUGUST 28, TO INFORM ME OF THE LATEST DEVELOPMENTS SURROUNDING SADE ACTIONS IN SOUTHERN ANGULA. BOTHA STATED THAT ORDERS HAD BEEN ISSUED TO ALL SOUTH AFRICAN FORCES TO COMMENCE THEIR WITHDRAWAL FROM ANGOLA, EMPHASIZING THAT THE PROCESS WAS NOW UNDERWAY BUT WOULD TAKE SOME TIME DUE TO THE EXTENSIVE LAND MINES ALONG WITHDRAWAL ROUTES. BOTHA STATED FURTHER THAT FOUR SOVIET OFFICIALS HAD BEEN KILLED IN A SKIRMISH WITH THE SOUTH AFRICANS AFTER THE SOVIETS, FLEEING IN A VEHICLE, INITIATED FIRE AGAINST A SOUTH AFRICAN ROADBLOCK. THE SOVIET PARTY INCLUDED TWO LIEUTENANT COLONELS -- ONE DESCRIBED AS AN ARTILLERY OFFICER, THE OTHER AS A POLITICAL COMMISSAR -- ALONG ITH TWO RUSSIAN WOMEN. BOTHA STATED THAT THE SOUTH AFRICANS UNDERSTOOD THAT THERE WERE 14 SOVIETS KILLED IN ONE

SWAPO BASE. APPARENTLY, THE SOUTH AFRICANS HAVE EX-

SENSITIVE

SITUATION LISTING

DATE 09/16/81//259

SITUATION: NODIS SUBJECT CATAGORY: DUT

MESSAGE / ANNOTATION:

TRACTED THREE OF THE FOUR BODIES AND WILL NOTIFY THE SOVIET UNION OF THE INCIDENT.

- 3. BOTHA TOLD ME THAT QUOTE MASSIVE UNQUOTE NUMBERS OF BM-21 MISSILE LAUNCHERS WERE CAPTURED, OVER 100 OTHER VEHICLES, AND TONS OF AMMUNITION. SIX TANKS WERE ALSO CAPTURED AND 12 WERE DESTROYED. IT WAS CLEAR TO THE SOUTH AFRICANS THAT THE BASE AREA FOR A MAJOR OFFENSIVE OPERATION WAS ALREADY IN PLACE.
- 4. BOTHA CONTRASTED THESE LARGE AMOUNTS OF SOPHISTICATED WEADPNRY AND AMMUNITION WITH THE CONDITION OF THE IN-HABITANTS OF THE SURROUNDING AREA. THESE WERE MISERABLE, WITH FAMINE RAMPANT.
- 5. THE UNITED STATES GOVERNMENT INTENDS TO MAKE NO COMMENT AT THIS TIME ON THE SOVIET PRESENCE AND SUGGESTS THAT ADDRESSES TREAT THIS SENSITIVE INFORMATION IN SIMILAR FASHION. CLARK BT #1143

SITUATION LISTING

DATE 09/16/81//259

SITUATION! NODIS IN SUBJECT CATAGORY: EU

MESSAGE / ANNOTATION:

MESSAGE! HCE686 STU9335 DO RUEHC DE RUEHOT #5231 2411733 ZNY SSSSS ZZH ZZY D 291732Z AUG 81 FM AMEMBASSY DTTAWA TO SECSTATE WASHOC IMMEDIATE 1990 BT SECRET OTTAWA 05231 NODIS E.O. 12065: RDS-3 8/29/01 (MASON, DWIGHT N.) DR-M TAGS: AD, WA, SF, MOPS, EUR, CA SUBJECT: FURTHER REPORT OF SOUTH AFRICAN ACTIONS IN ANGULA REF: STATE 231143 1. 8 - ENTIRE TEXT. 2. MESSAGE CONTAINED REFTEL DELIVERED EXTAFF 8/29/81. ROBINSON BT #5231 NNNN

DECLASSIFIED

NLRR F1554 # 32742

BY CV NARADATE 12/7/07

SITUATION LISTING

DATE 09/16/81//259

SITUATION: NODIS IN SUBJECT CATAGORY: EU

MESSAGE / ANNOTATIONT

MESSAGE:

HCE905

STU8532

DE RUEHUT #5323 2452104

ZNY SSSSS ZZH ZZY

0 022104Z SEP 81

FM AMEMBASSY OTTAWA

TO SECSTATE WASHOC IMMEDIATE 2051

BT

SECRET OTTAWA 05323

NODIS

E.D. 12065: RDS-1 9/2/01 (MASON, DWIGHT N.) DR-P

TAGS: PEPR, SF, WA, CA

SUBJECT: MESSAGE FROM SECRETARY TO MINISTER MACGUIGAN

M NAMIBIA AND ANGOLA

REF: STATE 234075

1. (S - ENTIRE TEXT.)

2. REFTEL MESSAGE WAS DELIVERED TO EXTAFF SEPTEMBER 2.

3. EXTAFF DEFICIAL WITH WHOM WE LEFT LETTER EXPRESSED CONCERN THAT CONTACT GROUP WAS MAKING INSUFFICIENT EFFORT TO DEVELOP JOINT TACTICS FOR SPECIAL SESSION ON NAMIBIA. EXTAFF HAS IMPRESSION THAT NEW YORK HAS BEEN EFFECTIVELY "CLOSED DOWN" AS VENUE FOR CONTACT GROUP CONSULTATION IN PAST TWO WEEKS, AND THAT US MISSION "DOESN'T WANT TO TALK TO US" ABOUT NAMIBIA. CANADIANS BELIEVE THAT, IF DEGREE OF CONTACT GROUP UNITY IS TO BE PRESERVED DURING SPECIAL SESSION, IT IS URGENT THAT CLOSE, DIRECT COORDINATION BE REVIVED BETWEEN CONTACT GROUP MISSIONS ON SCENE IN NEW YORK.

4. DEPARTMENT PLEASE REPEAT TO USUN IF APPROPRIATE.

ROBINSON

BT

#5323

NIMIN

DECLASSIFIED

NLRR (1554) # 32-7-43

BY CU NARADATE 12/7/07

SITUATION LISTING

DATE 09/10/81//253

SITUATIONI CHECK SUBJECT CATAGORYI LIST

MESSAGE / ANNOTATION

MESSAGE:

HCE588

OD RUEHC RUEHOT

DE RUEHC #7315 2471321

ZNY CCCCC ZZH

D 041310Z SEP 81

FM SECSTATE WASHDC

TO AMEMBASSY OTTAWA IMMEDIATE 3680

BT

CONFIDENTIAL STATE 237315

EXDIS = FOR AMBASSADOR FROM THE SECRETARY

E.D. 12065; GDS, 8/3/87 (LLDYD, WINGATE)

TAGS: PEPR, CA, US

SUBJECT: FARNSWORTH NEW YORK TIMES ARTICLE

REF: OTTAWA 5318

I FULLY CONCUR WITH YOUR PROPOSAL TO WRITE THE NEW YORK TIMES TO CORRECT THE NEGATIVE IMPRESSION LEFT BY THE FARNSWORTH ARTICLE. I WOULD BE GRATEFUL IF YOU WOULD CHECK OUT WITH LARRY EAGLEBURGER THE TEXT YOU PROPOSE TO SEND. LARRY WILL COORDINATE WITH THE WHITE HOUSE. HAIG BT #7315

DECLASSIFIED

Bepartment of State Guidelines, July 21, 1001

DATE 09/10/81//253

SITUATION! CHECK SUBJECT CATAGORY! LIST

MESSAGE / ANNOTATION!

MESSAGE HCE922 STU5386 DD RUEHC DE RUEHOT #5383 2481527 ZNR UUUUU ZZH 0 051526Z SEP 81 FM AMEMBASSY DTTAWA TO SECSTATE WASHDC IMMEDIATE 2098 BT UNCLAS DTTAWA 05383 LIMDIS FOR SECRETARY HAIG FROM THE AMBASSADOR DEPARTMENT PASS WHITE HOUSE FOR NSC - RICHARD V. ALLEN E.D. 120651 N/A TAGS: SOPN, CA SUBJECTI LETTER (VIA TELEX) FROM THE AMBASSADOR TO THE NEW YORK TIMES DATED SEPTEMBER 5, 1981 1. FULLOWING LETTER TELEXED TO THE NEW YORK TIMES SEPTEMBER 5, 19811 QUOTE - TO THE EDITORS OF THE NEW YORK TIMES, 229 43RD STREET, NEW YORK, NEW YORK 10036. GENTLEMENT THE WASHINGTON WATCH COLUMN WHICH APPEARED IN THE TIMES OF AUGUST 31 REFERRED TO AN ALLEGED ITRUCULENT APPROACH ADDPTED BY MR. TRUDEAU IN HIS JUNE VISIT TO THE WHITE HOUSE! AND PURTHER STATED THAT THE PRESIDENT IWAS REPORTED TO HAVE TOLD MR. TRUDEAU THAT HE SHOULD NOT COUNT ON AMERICAN SOFTNESS. I WAS PRESENT AT THE LUNCHEON WHICH WAS GIVEN AT THE WHITE HOUSE ON JULY 10, NOT IN JUNE, AND CAN STATE CATEGORICALLY THAT THERE IS NO SUBSTANCE WHATSDEVER TO THESE ALLEGATIONS. FURTHERMORE, THERE IS ABSOLUTELY NOTHING FROM THE EARLIER MEETING ON THE 10TH IN THE OVAL OFFICE THAT CAN SUBSTANTIATE SUCH A STORY. I CAN SAY FROM OBSERVATION THAT THE PRESIDENT AND PRIME MINISTER HAVE A GENUINE AND CORDIAL RELATIONSHIP WHICH IS BASED ON MUTUAL ANYTHING TO THE CONTRARY IS INCORRECT. 4. UNITED STATES! RELATIONS WITH CANADA ARE BASED ON AN HISTORICAL RELATIONSHIP WHICH REQUIRES GOOD WILL ON BOTH SIDES IN THE SPIRIT OF FAIR PLAY. INACCURATE REPRES SENTATIONS OF THE KIND PUBLISHED ARE DESTRUCTIVE OF THIS INTEREST AND THEREFORE SHOULD BE SET STRAIGHT. SINCERELY, PAUL H. ROBINSON, JR., U.S. AMBASSADOR TO CANADA. UNQUOTE. 5. SIGNED ORIGINAL LETTER MAILED TO NEW YORK TIMES. ROBINSON

SITUATION LISTING

DATE 09/10/81//253

SITUATION: CHECK SUBJECT CATAGORY: LIST

MESSAGE / ANNOTATION:

BT #5383 NNNN TO

FROM POATS

RECEIVED 08 SEP 81 15

DOCDATE 08 SEP 81

08 SEP 81

KEYWORDS: INTL TRADE

ALLEN

ENERGY

BAILEY

BROCK, B

CANADA

AA

MCDONALD, D

SUBJECT: TRADE POLICY CONFLICT W/ BROCK TRIP TO CANADA & REQUEST APPT FOR

BRIEFING

ACTION: FOR DECISION

DUE: 10 SEP 81 STATUS X FILES

FOR ACTION

FOR CONCURRENCE

FOR INFO

ALLEN

WEISS

NAU

RENTSCHLER

FEITH

DERUS

COMMENTS

REF#

LOG

NSCIFID (M/)

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED

DUE

DISPATCH

W/ATTCH FILE

MEMORANDUM

NATIONAL SECURITY COUNCIL

5273

CONFIDENTIAL

ACTION

September 8, 1981

MEMORANDUM FOR RICHARD V. ALLEN

THROUGH:

NORMAN BAILEY

FROM:

RUTHERFORD POATS/

SUBJECT:

Trade Policy Conflict with Canada (U)

Bill Brock plans to go to Canada next week and serve notice that the United States will take retaliatory action if Canada proceeds with discriminatory elements of its investment and energy policies. He has been authorized by the Trade Policy Committee to spell out to the Canadians some specific measures the US might take and to specify changes we want in Canadian policies. (C)

Dave McDonald, Deputy STR, who is handling preparations for this show-down session, suggests that he should brief you before Brock's trip. I concur and suggest that you give him a halfhour on your calendar some time this week. Norm Bailey and I would like to participate. (C)

RECOMMENDATION

That you schedule a briefing session with Dave McDonald this

Time/date: Disapprove ____

CONFIDENTIAL Review on September 8, 1987

DECLASSIFIED

#5213

RECEIVED

81 SEP 8 P6: 47

JANET COLSON	#		
BUD NANCE			
DICK ALLEN	JUL 10		
IRENE DERUS		/ -	
JANET COLSON	A	Who	
BUD NANCE			/
PETER			
CY TO VP		SHOW CC	
CY TO MEESE		SHOW CC	
CY TO BAKER		SHOW CC	
CY TO DEAVER		SHOW CC	
CY TO BRADY		SHOW CC	
Comments:			

ID 8105303

RECEIVED 09 SEP 81 17

DOCDATE 09 SEP 81

SHARPE, MITCHELL

TO ALLEN

FROM RENTSCHLER

GAS

dl3

AA

KEYWORDS: CANADA

SUBJECT: MTG W/ NORTHERN PIPELINE COMMISSIONER SHARPE

ACTION: FOR INFORMATION DUE: STATUS IX FILES

FOR ACTION FOR CONCURRENCE

FOR INFO

ALLEN BAILEY

FEITH

DERUS

NAUKL

BLAIR K

COMMENTS

REF# LOG NSCIFID (J/)

ACTION OFFICER (S) ASSIGNED ACTION REQUIRED DUE COPIES TO

C 9/09 RVA Los sun

LE

DISPATCH W/ATTCI

FYLE

MEMORANDUM

CONFIDENTIAL

NATIONAL SECURITY COUNCIL

32745

INFORMATION

September 9, 1981

5303

MEMORANDUM FOR RICHARD V. ALLEN

FROM:

JAMES M. RENTSCHLER

SUBJECT:

Your Meeting with Mitchell Sharpe (Wednesday, September 9 - 2:15 p.m.)

As you know, he is Canada's Northern Pipeline Commissioner. A veteran diplomat and seasoned negotiator, he will be here to hold U.S. feet to the fire on the Alaska Gas Pipeline, which means essentially two things:

-- push us on the specific commitment which he (and State) maintain we have with Canada to obtain pass-through legislation (i.e., waiver of that part of U.S. law which would make it illegal for American gas consumers to pay for a line that isn't used to carry their gas);

-- push us on the general commitment which he (and State) maintain we have with Canada to "do everything possible" to foster construction of the pipeline through private financing.

Sharpe's visit should be seen against the backdrop of the July 30 Cabinet Council meeting with Watt chaired, and where it was agreed that State would seek Canadian views on a pipeline waiver package. For a general review of the current U.S.-Canada mood music - dissonant - I attach a copy of the memcon covering Haig's August 27 meeting with Peter Towe....

cc: Henry Nau Dennis Blair

Tab A Haig memcon

DECLASSIFIED

LRR £1554 #3274

BY ON NARA DATE 12/7/09

IN

OP IMMED DE RUEHC #2100 2411851 0 291840Z AUG 81 FM SECSTATE WASHDC

32746

FILE!

CANADA

TO AMEMBASSY OTTAWA IMMEDIATE 0000

CONFIDENTE AL STATE 232100

EXDIS

E.O. 12065: RDS-3, 8/28/87, (OGG, GEORGE)

TAGS: ENRG. ETRP. EFIN. CA

DECLASSIFIED

NLRR F1554 # 32746

SUBJECT: MEMCON: HAIG-TOWE MEETING AUGUST 284 CJ NARADATE 12/7/07

1. (C) - ENTIRE TEXT.

- 2. CANADIAN AMBASSADOR PETER TOWE CALLED ON THE SECRETARY AT HIS REQUEST AUGUST 27. UNDER SECRETARY RASHISH AND AMBASSADOR EAGLEBURGER WERE ALSO PRESENT.
- 3. AMBASSADOR TOWE SAID THAT HE HAD BEEN TO OTTAWA EARLTER IN THE WEEK FOR A SUB-CABINET LEVEL REVIEW AT CHATEAU MONTEBELLO OF US-CANADIAN RELATIONS. HE WAS RETURNING TOMORROW FOR A DISCUSSION OF US-CANADA RELATIONS WITH A CABINET COMMITTEE.
- AMBASSADOR TOWE OPENED THE DISCUSSION WITH AN EXPRESSION OF CONCERN ABOUT THE PROSPECTS FOR CONFRON-TATION OVER CANADA'S INVESTMENT POLICIES AND A PLEA FOR GREATER UNDERSTANDING OF THE FUNDAMENTALLY DIFFERENT APPROACH TO GOVERNMENT IN OUR TWO COUNTRIES. HE ASSERTED THAT GOVERNMENT INTERVENTIONISM IS NOT JUST A LIBERAL PARTY POLICY BUT IS NECESSITATED BY GEOGRAPHY, REGION-ALISM. AND OTHER CONDITIONS IN CANADA. HE ASSERTED THAT CANADÍANIZATION IS A BASIC NEED AND A BASIC FACT OF LIFE.

WITH RESPECT TO THE NEP, HE ASSERTED THAT IT WAS NOT POS-SIBLE FOR CANADA TO REACH ECONOMIC INDEPENDENCE WITHOUT REDUCING MASSIVE TRANSFERS OF WEALTH FROM CANADIAN CON-

SIT: EOB: GUHIN, RENT WHSR COMMENTS:

PAGE Ø1

SECSTATE WASHDC 2100 RECALLED

DTG:291840Z AUG 81 PSN:028494 TOR: 241/2035Z

CSN: HCE?Ø4

SUMERS TO FOREIGN FIRMS.

- THE SECRETARY RESPONDED THAT THERE WERE TWO BASIC PROBLEMS WE HAVE TO BE CAREFUL ABOUT. ONE IS TO AVOID OVERREACTING TO INTERNATIONAL CRISES. SUCH AS THE OIL CRISIS. ACTUALLY THE PROCESS OF ADJUSTMENT ON WINDFALL PROFITS AND THE LIKE IS WORKING BETTER THAN ANYONE HAD THOUGHT LIKELY. SECONDLY. WE HAVE TO BE CONCERNED ABOUT THE REACTION DEVELOPING HERE TO CANADIAN POLICIES TOWARD FOREIGN INVESTMENT. PRESSURE IS BUILDING IN THE CON-GRESS, AND FRANKLY A CABINET COMMITTEE IS LOOKING INTO THE MATTER AS WELL, CONSIDERING MEASURES THAT COULD AFFECT CANADA'S TRADE, TRANSPORTATION, MINERALS, BANKING AND THE LIKE. THAT KIND OF THING IS SOMETHING WE WANT TO AVOID.
- 6. THE SECRETARY EMPHASIZED THAT WE HAVE NO OBJECTION TO CANADA'S GOALS BUT ONLY TO THE WAY THE GOVERNMENT IS TRY-ING TO GET THERE. THERE IS A NEED TO FIND MEANS TO ACHIEVE OBJECTIVES WITHOUT ABUSES, WHICH LEAD TO COUNTER ABUSES.
- 7. AMBASSADOR TOWE STATED THAT HE HAS INFORMED OTTAWA OF HIS OPINION THAT WE ARE HEADED FOR THE GREATEST CRISIS IN US-CANADIAN RELATIONS THAT HE HAS SEEN DURING HIS LONG SERVICE IN THE US. IF CONGRESS SEES A NEED FOR MEASURES AGAINST CANADA. AND TAKES THEM. HE FORESEES A WHOLE SERIES OF ACTIONS AND COUNTERACTIONS. WHAT WE NEED TO DO IS FIND A WAY TO MANAGE THE RELATION-SHIP TO AVOID THIS KIND OF CRISIS.
- 8. AMBASSADOR EAGLEBURGER SAID THAT IT IS CLEAR TO HIM FROM MANY CONTACTS WITH CONGRESS THAT AN EXTREMELY BAD SITUATION IS DEVELOPING. EVERYTIME HE TALKS TO ANYONE CN THE HILL, THE SUBJECT OF CANADA IS BROUGHT UP. THE SITUATION IS NOT YET LOST BUT IT IS BAD. VERY BAD.
- 9. SECRETARY HAIG OBSERVED THAT MISMANAGEMENT OF EVEN A SINGLE ISSUE CAN LEAD TO BIG PROBLEMS. HE OBSERVED THAT CANADA HAS DONE A GREAT DEAL IN THE ACCUSATORY FIELD THAT. IF CLOSELY EXAMINED. COULD NOT BE DEFENDED.
- 10. AMBASSADOR TOWE RESPONDED THAT IT SEEMED CLEAR TO

PAGE 02

SECSTATE WASHDC 2100 RECALLED

DTG:2918407 AUG 81 PSN:028494 TOR: 241/2035Z

CSN: HCT704

******* COPY

HIM THAT CANADA WOULD HAVE TO DO SOMETHING TO PUT THE EXECUTIVE BRANCH OF THE US GOVERNMENT IN A POSITION IN

WHICH IT COULD DEFEND CANADIAN INTERESTS. OTHERWISE, IMPORTANT CANADIAN INTERESTS LIKE THE ALASKA GAS PIPELINE WILL BE IN JEOPARDY.

11. AMBASSADOR EAGLEBURGER OBSERVED THAT ONE OF THE PROBLEMS IS THAT THE FOREIGN OFFICE IS NOT FULLY IN CHARGE OF FOREIGN RELATIONS IN EITHER COUNTRY. TOWE AGREED THAT THIS IS A GREAT PROBLEM. HERB GRAY, THE MINISTER OF INDUSTRY, TRADE AND COMMERCE, IS IN CHARGE OF CANADIANIZATION. WHEN HE DISCUSSES IT, TOWE OBSERVED, HE GETS GLASSY-EYED AND IS UNWILLING TO LISTEN TO REASON. UNFORTUNATELY, SUCH POLITICAL PEOPLE WHO ARE NARROW IN PERSPECTIVE, ARE HARD TO CONTROL. TOWE THOUGHT IT WOULD BE USEFUL TO GET FINANCE MINISTER MACEACHEN DOWN HERE TO EXPLAIN CANADA'S POLICIES AND TRY TO WORK OUT WAYS TO DEFUSE THE SITUATION WITHOUT MAKING IT LOOK LIKE CANADA IS BACKING AWAY FROM ITS WHOLE CANADIANIZATION POLICY.

12. CHANGING THE FOCUS OF THE DISCUSSION, TOWE ASKED HOW CANADA IS SEEN BY THE US GOVERNMENT WITH REGARD TO MULTI-LATERAL ISSUES. THE MIDDLE EAST. THE CARIBBEAN. FTC.

13. HAIG RESPONDED THAT HIS EXPERIENCE WITH FOREIGN MINISTER MACGUIGAN HAS BEEN 1,000 PERCENT. WHENEVER WE HAVE ASKED FOR HELP WE HAVE RECEIVED IT. HE NOTED THAT THE US AND CANADA WORKED HAND-IN-GLOVE AT NASSAU AND THAT CANADA WAS MOST HELPFUL AT CANCUN. HE OBSERVED THAT WE SOMETIMES NEED HELP. THE SECRETARY EXPRESSED THE HOPE THAT WE HAVE BEEN EQUALLY RESPONSIVE TO CANADIAN REQUESTS. THE SECRETARY SAID THAT HE KNOWS THAT FOREIGN MINISTER MACGUIGAN GETS CRITICISM SOMETIMES, BUT FROM HIS POINT OF VIEW MARK HAS BEEN SUPERB. WE WOULD LIKE TO HAVE HAD CANADA'S HELP ALSO ON THE SINAI, BUT WE UNDERSTAND THE IMPORTANT ROLE CANADA HAS PLAYED IN THAT AREA AND THAT IT HAS SOME PROBLEMS WITH THE MFO. THE SECRETARY ADDED THATWE MAY BE COMING BACK TO CANADA AGAIN ON THE SINAI MFO.

14. AMBASSADOR TOWE RESPONDED THAT CANADIAN PARTICI-PATION IN THE SINAI FORCE COULD CONTAIN THE POTENTIAL FOR MISUNDERSTANDING BETWEEN THE US AND CANADA.

PAGE 23

SECSTATE WASHDC 2100 RECALLED

DTG:291840Z AUG 81 PSN:028494 TOR: 241/2035Z CSN:ECE704

******** COPY

15. THE SECRETARY RETURNED THE CONVERSATION TO THE ECONOMIC AREA, INDICATING THAT THIS IS WHERE HIS CONCERNS ARE. IN THE US-CANADA RELATIONSHIP. HE ENCOURAGED AMBAS-SADOR TOWE TO DO WHATEVER HE COULD WITH THE CANADIAN CABINET TO IMPROVE THINGS, INDICATING THAT CLOSER

MONITORING AND IMPROVED INFORMATION EXCHANGE MIGHT BE HELPFUL.

16. AMBASSADOR TOWE SAID THAT HE WOULD TELL THE CABINET THAT THE SECRETARY, WHILE ACCEPTING THE INTEGRITY OF THE CANADIANIZATION PROGRAM, IS VERY SEROUSLY CONCERNED ABOUT THE MEANS PROPOSED. TOWE SAID HIS UNDERSTANDING OF THE SITUATION IS THAT THERE IS MUCH THAT WE CAN ACCOMPLISH IN US-CANADIAN RELATIONS IF ATTITUDES ARE RIGHT. IF NOT. THINGS LIKE THE PIPELINE SCHEME WILL GO DOWN THE DRAIN. IF THINGS ARE RIGHT, ON THE OTHER HAND, THE US MIGHT COME TO REGARD AS ACCEPTABLE SUCH THINGS AS CANADA'S DUTY REMISSIONS SCHEME FOR VOLKSWAGON.

17. IN CLOSING. AMBASSADOR TOWE EXPRESSED THE CANADIAN GOVERNMENT'S VERY GREAT CONCERN ABOUT ITS EXCLUSION FROM THE TRILATERAL (US-EC-JAPAN) TRADE CONSULTATION GROUP THAT IS BEING SET UP. HE SAID THAT CANADA IS A MAJOR TRADING NATION, AND HAS COME TO PLAY, SINCE WORLD WAR II, AN IMPORTANT ROLE IN INTERNATIONAL TRADE AND FINANCE. THE IDEA OF EXCLUDING CANADA FROM SUCH A GROUP WAS TO HIM, AND TO THE CANADIAN GOVERNMENT, INCONCEIVABLE, AND WOULD BE THE SUBJECT OF GREAT RESENTMENT IN CANADA. SECRETARY SAID HE WOULD INVESTIGATE THE PROBLEM QUICKLY. UNDER SECRETARY RASHISH AND AMBASSADOR EAGLEBURGER NOTED THE CANADIAN CONCERN. CLARK BT

Ottawa, 3 September 1981

The Honorable Myer Rashish Under Secretary for Economic Affairs Department of State Washington, D.C.

Dear Mike:

As you will be making your recommendations to the Secretary of State in connection with our commitment to the Waiver Package of the Alaska Natural Gas Transport System, I feel that it is appropriate that I add my comments. If we could get positive action on the Waiver Package, we could not be blamed by the Canadian Government or public for any future failure of the project to meet market requirements.

I was interested to learn that the project sponsors and their financial backers now feel that an extension of the pass-through waiver, to cover contingencies other than delay in completing the Alaskan segment, will be needed to assure success in putting together the finan-Covering the contingency of delay in the cial package. Canadian segment, as well as the Alaskan segment, makes sense even though such a delay is unlikely. I am less clear on what is involved in a pass-through waiver for the conditioning plant or why it is needed. case, these additional elements to the pass-through waiver have neither been sought by the Canadian Government nor promised by us. We should support them if we are convinced they are reasonable and are needed to get the financial package together but we are not committed here as we are with the original pass-through waiver.

NLRR FISSY + 32747

BY () NARA DATE 6/1/07

It seems to me that ANGTS makes sense from our standpoint because it allows us to transport American natural gas down to the lower forty-eight and thus reduce our dependence on Canadian production. While it is also advantageous to Canada and they strongly favor the project, it is nontheless generous of them to allow the use of their land to transport our gas.

Failure to strongly support the political commitment to put forward the Waiver Package would reflect unfavorably on the value of our word particularly when coupled with the boundary and fisheries treaties' situation. Unless some unforeseen market, economic or scientific, change were to occur, I cannot see why we should not proceed. In my opinion, this project is in the best interests of the United States and Canada. Furthermore, the President stated at the July 10th White House luncheon meeting with Prime Minister Trudeau: "We won't violate the agreement made in good faith. There are some complications here; but we won't leave you in the lurch."

Sincerely,

Paul H. Robinson, Jr. Ambassador

Copy to: Edwin Meese,

Counselor to the President

20

NATIONAL SECURITY COUNCIL

Ø93E81

RV: _

Just got this - let en from in 1 obinson in attawn concerning pipeline issue.

Now might ones to skim before or during your meeting with Sharpe this p_*n_*

Jim R.

RECEIVED

81 SEP 9 P12: 01

	Cat/		
JANET COLSON			
BUD NANCE	$\overline{}$		
DICK ALLEN			
IRENE DERUS			
JANET COLSON	-		
BUD NANCE	Ratio de la constante de la co		
PETER			
CY TO VP	-	SHOW CC	4
CY TO MEESE		SHOW CC	
CY TO BAKER		SHOW CC	-
CY TO DEAVER		SHOW CC	
CY TO BRADY		SHOW CC	
Comments:			

#5503 NNNN SITUATION LISTING

DATE 09/30/81//273

23

```
SITUATION: CHECK
SUBJECT CATAGORY: LIST
```

MESSAGE / ANNOTATION:

MESSAGE: HCE395 UTS9257 OD RUEHC DE RUEHOT #5503 2571639 ZNY SSSSS ZZH 0 141639Z SEP 81 FM AMEMBASSY OTTAWA TO SECSTATE WASHDC IMMEDIATE 2173 BT SECRET OTTAWA 05503 E.O. 12065: GDS 9/14/81 (SMITH, RICHARD J.) DR-M TAGS: OVIP (REAGAN, RONALD), CA SUBJECT: PRIME MINISTER TRUDEAU/PRESIDENT BILATERAL **REF: STATE 233118** 1. EXTAFF CONFIRMS MEETING AND SCHEDULE CONTAINED REFTEL ARE AGREEABLE TO GOC. RUBINSON

Declassified

Department of State Guidelines, July 21

By NARA, Date 125 07

SENSITIVE

DECLASSIFIED

NIODA DATE

SITUATION: CHECK SUBJECT CATAGORY: LIST

52748

MESSAGE / ANNOTATION:

MESSAGE: HCE680 STU3860

OD RUEHO

DE RUEHOT #5532/01 2581443

ZNY CCCCC ZZH D 151439Z SFP 81

FM AMEMBASSY OTTAWA

TO RUEHC/SECSTATE WASHOC IMMEDIATE 2199

RUEBJGA/DEPARTMENT OF TREASURY WASHDC IMMEDIATE

RUEHDC/USDDC WASHDC IMMEDIATE

ΒT

CONFIDENTIAL SECTION 01 OF 02 OTTAWA 05532 LIMDIS

FROM AMBASSADOR

STATE FOR SECRETARY HAIG; TREASURY FUR SECRETARY REGAN;

COMMERCE FOR SECRETARY BALDRIDGE

DEPARTMENT PASS TO USTR FOR AMBASSADUR BROCK

E.O. 12065: GDS 9/10/87 (RUBINSON, PAUL H. JR.,) DR-M

TAGS: ENRG, ETRD, EINV, CA

SUBJECT: VISIT OF DEPUTY PRIME MINISTER AND FINANCE

MINISTER, MACEACHEN TO WASHINGTON

1. Le - ENTIRE TEXT.)

2. I UNDERSTAND THAT YOU WILL BE MEETING WITH DEPUTY PRIME MINISTER MACEACHEN WEDNESDAY AFTERNOON. I WOULD LIKE TO SUGGEST THAT YOU MIGHT REINFORCE USG VIEWS ABOUT CANADIAN DRIFT TOWARD NATIONALISTIC AND DISCRIMINATORY INVESTMENT AND TRADE POLICY, PARTICULARLY IN THE ENERGY SECTOR. IN ADDITION, YOUR MEETING MIGHT BE USED TO PROBE CANADIAN FLEXIBILITY AND WILLINGNESS TO CONSULT WITH US WITH A VIEW TO SOFTENING THE IMPLEMENTATION OF THE NATIONAL ENERGY PROGRAM AND THE FOREIGN INVESTMENT REVIEW ACT.

3. THE RESULTS OF THE SEPTEMBER 9 MEETING IN WASHINGTON BETWEEN THE UNITED STATES AND CANADIAN OFFICIALS ON THE NATIONAL ENERGY PROGRAM WERE HELPFUL BECAUSE WE STATED DUR OBJECTIONS CLEARLY AND WITH DNE VOICE. HOWEVER, THE CANADIANS FELT THAT WE DID NOT GIVE SUFFICIENT RECOGNITION TO DIFFICULT CONCESSIONS ON BACK-IN AND PROCUREMENT LANGUAGE IN BILL C-48. ALTHOUGH THESE CONCESSIONS HAVE LIMITED FINANCIAL VALUE, THE GOVERNMENT OF CANADA IS POLITICALLY LOCKED INTO THE CANADIANIZATION FEATURES OF ITS ENERGY PROGRAM AND THIS SHOULD BE RECOGNIZED AS A FACT. THEREFORE, I BELIEVE THAT OUR BEST COURSE IS TO CONCENTRATE ON MITIGATING THE IMPLEMENTATION OF THE NEP. WHILE WE

SENSITIVE

SITUATION: CHECK SUBJECT CATAGORY: LIST

MESSAGE / ANNOTATION:

SHOULD RECOGNIZE THE LIKELIHOOD OF CONTINUING DISAGREEMENTS WITH THE GOVERNMENT OF CANADA, WE MAY BE ABLE TO MAKE SIGNIFICANT PROGRESS AT THE MINISTERIAL LEVEL IF WE KEEP UP THE PRESSURE FOR CANADIAN CONCESSIONS WHICH WOULD BENEFIT AMERICAN COMPANIES. IF WE ARE UNABLE TO ACHIEVE SUBSTANTIAL LIBERALIZATION IT WOULD SEEM TO ME THERE WOULD BE NO ALTERNATIVE BUT TO INVOKE THE RECIPROCITY PROVISION OF THE MINERAL LANDS LEASING ACT OF 1920.

4. I BELIEVE THAT IT WOULD BE USEFUL IF YOU WERE TO GIVE

- MACEACHEN A CHANCE TO DESCRIBE THE OUTCOME OF THE RECENT HIGH-LEVEL REVIEW OF CANADIAN ENERGY AND ECONOMIC POLICY. WE DON'T KNOW IF THIS POLICY REVIEW YIELDED RESULTS OR IF IT IS AT A CRUCIAL DECISION POINT. YOU ALSO MAY WISH TO DISCUSS THE FOLLOWING POINTS:
- (A) AT A PRESS CONFERENCE ON JULY 29 IN OTTAWA MACEACHEN STATED:
- QUOTE: I WANTED TO ASSURE THE CANADIAN BANKING COMMUNITY AS WELL AS THE POPULATION AT LARGE THAT IT IS NOT THE INTENTION OF THE GOVERNMENT TO EXTEND THE POLICIES THAT HAVE BEEN EMBODIED IN THE NEP TO OTHER SECTORS OF THE CANADIAN ECONOMY. WE HAVE SELECTED ENERGY BECAUSE OF ITS STRATEGIC IMPORTANCE AND FOR THAT REASON I HAVE EXEMPTED TO SOME EXTENT MY REQUEST FROM APPLICATION TO CANADIANIZATION IN THE ENERGY SECTOR THOUGH I BELIEVE THAT IN THAT SECTOR WE COULD PROCEED SOMEWHAT MORE SLOWLY THAN WE HAVE. UNQUOTE.
- THIS IS CERTAINLY A STEP IN THE RIGHT DIRECTION AND I BELIEVE THAT WE SHOULD RECOGNIZE THE SIGNIFICANCE OF THIS STATEMENT ALTHOUGH IT IS NOT CLEAR IF THIS MEANS ENERGY SUBSECTORS SUCH AS GAS AND COAL ARE NEXT IN LINE.

 (B) WE HAVE MAJOR PROBLEMS WITH FIRA AS IT CURRENTLY OPERATES AND, MOST IMPORTANTLY, AN EXPANSION OF FIRA'S POWERS TO COVER EXISTING INVESTMENT WOULD CAUSE US SERIOUS PROBLEMS.
- (C) WE NOTE THE CHANGE IN C-48 RELATING TO CANADIAN PROCURE-MENT BUT WONDER IF THE RECENTLY ESTABLISHED COMMITTEE ON INDUSTRIAL AND REGIONAL BENEFITS (CIRB) DOES NOT INVOLVE A DEFACTO PREFERENCE FOR CANADIAN PROCUREMENT. IF THE OB-JECTIVE OF CANADIAN POLICY IS MERELY TO ASSURE EQUAL MARKET ACCESS FOR CANADIAN SUPPLIERS THERE ARE OTHER WAYS TO ACHIEVE THIS GOAL.
- 5. MACEACHEN HAS ALSO STATED (ABOVE) THAT CANADIANIZATION HAS MOVED FASTER THAN PLANNED AND THAT THE PACE COULD BE BT

#5532

NNNN

SITUATION LISTING

DATE 09/30/81//273

SITUATION: CHECK SUBJECT CATAGORY: LIST

MESSAGE / ANNOTATION:

SENSITIVE

SITUATION: CHECK SUBJECT CATAGORY: LIST

MESSAGE / ANNOTATION:

MESSAGE:

HCE678 STU3863

OD RUFHC

DE RUFHOT #5532/02 2581445

ZNY CCCCC ZZH

0 151439Z SEP 81

FM AMEMBASSY OTTAWA

TO RUEHC/SECSTATE WASHDC IMMEDIATE 2200

RUEBJGA/DEPARTMENT OF TREASURY WASHOC IMMEDIATE

RUEHDC/USDUC WASHDC IMMEDIATE

BT

C.B.N.F.I.D.E.N.T.I.A.L. SECTION 02 OF 02 OTTAWA 05532 SLOWED DOWN. IT WOULD BE USEFUL IF THE CANADIAN GOVERNMENT WOULD PUBLICLY STATE THAT IT INTENDS PERIODICALLY TO REVIEW ITS NEP POLICIES, INCLUDING CAMADIANIZATION, WITH A VIEW TOWARDS THEIR RELAXATION IF IT APPEARS THAT THE NEP'S GOALS ARE BEING MET MORE QUICKLY THAN HAD BEEM ANTICIPATED AND IF NEP MEASURES LEAD TO PUNITIVE TREATMENT OF FOREIGN INVESTMENT.

6. FROM WHATEVER ASPECT THEY ARE VIEWED, NEP AND FIRA REPRESENT A SUBSTANTIAL DEPARTURE FROM TRADITIONAL CANADIAN RELATIONS WITH THE UNITED STATES. BY CHANGING THE RULES IN THE MIDDLE OF PLAY THEY ARE AFFECTING INVESTMENT DECISIONS THAT WILL BE MADE IN THE US AND ELSEWHERE FOR THE FORESEEABLE FUTURE. GOVERNMENTS WILL COME AND GO BUT BUSINESS HAS A LONGER MEMORY. ROBINSON

BT

#5532

NNNN

MEMORANDUM

CONFIDENTIAL

NATIONAL SECURITY COUNCIL

5273 (add-on)

CONFIDENTIAL ATTACHMENT

INFORMATION

September 17, 1981

MEMORANDUM FOR RICHARD V. ALLEN

THROUGH:

NORMAN BAILEY 73

FROM:

RUTHERFORD POATS

SUBJECT:

Meeting with Bill Brock or Dave Macdonald (U)

After receiving your notation on my September 8 memorandum (attached), I told Dave Macdonald that you thought you might be seeing Bill Brock sometime soon and would chat with him then about the Canadian trade issues. Macdonald said the slate of topics now should include the US-EC-Japan preparatory discussions leading to a trilateral trade meeting at ministerial level. Today Macdonald tells me that he saw you outside the Roosevelt Room, and you indicated willingness to meet with him soon.

Brock does not yet have a response to his request to see Canadian officials in Ottawa, but this trip could occur in late September. Macdonald is arranging an unpublicized meeting with his EC and Japanese counterparts in Chicago September 24 to negotiate an agenda for the ministerial trilateral meeting. Hence your session with Brock and/or Macdonald should be early next week.

Attachment

Tab I Poats Memo to Allen, Sep 8, 81

who for the special ?

After we ?

Has we !

CONFIDENTIAL ATTACHMENT

1/23/07

CONFIDENTIAL

MEMORANDUM



NATIONAL SECURITY COUNCIL

CONFIDENTIAL

ACTION

September 8, 1981

MEMORANDUM FOR RICHARD V. ALLEN

THROUGH:

NORMAN BAILEY

FROM:

RUTHERFORD POATS

SUBJECT:

Trade Policy Conflict with Canada (U)

Bill Brock plans to go to Canada next week and serve notice that the United States will take retaliatory action if Canada proceeds with discriminatory elements of its investment and energy policies. He has been authorized by the Trade Policy Committee to spell out to the Canadians some specific measures the US might take and to specify changes we want in Canadian policies. (C)

Dave McDonald, Deputy STR, who is handling preparations for this show-down session, suggests that he should brief you before Brock's trip. I concur and suggest that you give him a halfbrock should brul hour on your calendar some time this week. Norm Bailey and I would like to participate. (C)

RECOMMENDATION

That you schedule a briefing session with Dave McDonald this week. (U)

Time/date: Disapprove

CONFIDENTIAL Review on September 8, 1987

DECLASSIFIED

RECEIVED.

*5273 30

81 SEP 18 A 9: 47

	Q1/		
JANET COLSON			
BUD NANCE			
DICK ALLEN	pho 19		
IRENE DERUS	Legan		
JANET COLSON	<u>A</u>		
BUD NANCE			
PETER			
CY TO VP		SHOW CC	-
CY TO MEESE		SHOW CC	
CY TO BAKER	***	SHOW CC	
CY TO DEAVER	-	SHOW CC	
CY TO BRADY		SHOW CC	

Comments:

[&]quot;Who has approved this initiative? Has State? Have we? RVA")

DISPATCH