

Ottawa Summit.

Japan,

Fought infection without
too high social costs.

=

Culture and background different.

For West to secure peace & stability -
address problems of 3rd world

- ① Deal with Soviet Military build-up.
- ② Revitalize Western economies.
- ③ North South problems & political stability
of 3rd world.

Political / Diplomatic / Economic ways all required.

Ideals & institutions ^{superior} ~~equal~~ to others.

Competitive strategy for security - united.

Each nation makes contribution fitted to circumstances

→ Japan - political & economic role is basically in
3rd world.

Issue power / message - political solidarity
of democracy.
Maintenance of the world

Response to LEC difficulties.

Structural reasons. → Redundant
difficulties.

Investment for production.

Accelerate LEC growth.

Japanese LEC - No natural resources
- Oil - imported.

Stringent efforts for structural adjustment
Have weathered the storm.

Favourable labour/management relationships.

Heavy deficit in Japan.

Trade - Open & multilateral trade
system.

- Trade restrictive measures

injuring to industry - acc. to rules of GATT.

GATT Ministerial Conference.

Man. economy - structural adjustment

Japanese market open?

Further open markets in Japan.

Newly industrialized countries. —

Asia - Trade protection - Interested in
free trading system.

North/South - Double DDT

Non-Preferential.

India - Rights against demand movement
of money or wages.

Regan. - Inflation - Hard in land
High interest rates.

Reduce or eliminate

→ Cocom meeting.

Tyger

3rd world - \$

Learning - solidarity - co-operation

Self-discipline

Favourable labour/management relationships

Technology

Reagan

- Inflation unemployment level in hand

World ~~Recession~~

↓
Structural Unemployment
Policies
of - etc

→ - Coom →

- Unity, goodwill & detente

80% of GNP of industrialized world

330%

10%
Unemployment
Interest Rate

Schwartz

- Oil Price shock - int.

Fight inflation - to maintain employment

PROTECTIONISM

Interest rate policies of US

High dollar not only due to high int. rates.

"Puffin" economies - Locomotive - the 5y.

Middle of Road Monetary Policies

South Africa must not keep its

NON-TARIFF barriers - Essential
subsidies to industries

Schmitts

- Co-operation

- Better outcome upwards
than in 30's.

- Competition in decisions

Feb 32 6m unemployed

Don't go it alone

Don't betray your neighbour.

Difficult to be optimistic

2nd oil price shock

Non-oil LDU

Life Problems - Internationally made

Fight inflation

Premise on Prigodin monetary & ec policies

Bank - announced targets

- other operators should provide
money supply.

Use the instruments of control

Well-being -

Inflation 6%

Unemployed - one of
lowest.

Social Parties - Wages

- Expenditure / Revenue
= =

Play by ear -

Germany - Middle of Road Monetary Policies

- Real interest rates up, 15-16%
borrowing.

Small firms can't pay this
amount.

In our interest that America
succeeds.

Montebello

- Public Borrowing lowered
to get interest down.

∴ cut expenditure.

[Jobs?]

Push up exports:

less oil, ~~the~~ less gas.

=

(Unity)

- Western Solidarity.

Inflation 2 1/2.

Can't split I & U.

If split inflation - can avoid other
Unrest.