

CONFIDENTIAL

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cc LEO  
Dr (Min)  
CO,



file

Canada

SUBJECT.

10 DOWNING STREET

From the Private Secretary

25 June 1980

Master set.

Dear Paul,

Call by Mr. Trudeau

The Prime Minister of Canada, Mr. Trudeau, called on the Prime Minister this morning and stayed on for lunch. The record of the discussion in plenary session is being circulated separately, but you will wish to be aware of two points which came up over lunch.

U.S. Extra-Territorial Legislation

Sir John Ford raised the question of a recent judgement by a Chicago Court which involved the imposition by the Court of penal sanctions against a U.K. company for non-appearance. This judgement appeared to break new ground. Mr. Parkinson agreed that the judgement raised new issues. The Lord Chancellor said that he did not think the problem was covered by existing legislation on extra-territoriality and that it would have to be dealt with rapidly. Mr. Pitfield (the Secretary to the Canadian Cabinet) said that this was only the latest manifestation of a fundamental problem viz. that U.S. constitutional and legal thinking claimed for the United States a much greater degree of control and jurisdiction over the activities of U.S. citizens outside the United States than did other Western countries. This fundamental incompatibility between U.S. thinking and that in other Western countries was coming to a head. The U.S. was attempting to impose its "behavioural norms" on others and would have to be resisted. The Prime Minister, agreeing, said that the matter would have to be sorted out soon.

Crisis Management

Mr. Pitfield, referring to remarks which had been made in the plenary session before lunch, said that the Canadian authorities were much concerned about the absence of machinery for crisis management. Not even the most minimal arrangements at present existed. Mr. Goldschlag recalled the difficulties in associating the French with the discussions which had taken place immediately after the Soviet invasion of Afghanistan. He recognised the difficulties of

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agreeing on common action in advance of a crisis but considered there ought to be scope for comparing crisis assessments. If this proved feasible, discussion of prophylactic action could follow. The Prime Minister agreed, and commented that it might prove necessary to go ahead with such discussions even if the French were not prepared to participate.

Mr. Trudeau said that he had been surprised to learn that the seven Heads of Government had not been in telephonic contact immediately after the hostage crisis in Teheran. He thought that consultation should occur as a matter of course in such cases. He recalled that Chancellor Schmidt had been expressing similar concern in Venice and that he had ruled out both the E.E.C. and N.A.T.O. as suitable forums. Mr. Goldschlag commented that all N.A.T.O. was capable of doing nowadays was producing reports. Mr. Pitfield said that the Canadians had been considering using Personal Representatives as points of contact and co-ordination. However, they were concerned about the excessive institutionalisation of the Summit which this would imply and about the problems of by-passing the normal channels of consultation. However, there seemed no obvious alternative. The traditional diplomatic machinery was not working. The Prime Minister said that she intended to use the Foreign and Commonwealth Office and Ambassadors. However, she recognised the difficulties, and thought that greater use might have to be made of bilateral exchanges.

The discussion ended inconclusively but the Canadians made clear that they intend to pursue the matter. Mr. Pitfield will be raising it with Sir Robert Armstrong tomorrow.

I am sending copies of this letter to Bill Beckett (Law Officers' Department), Keith Long (Department of Trade) and David Wright (Cabinet Office).

*Yours ever*

*Michael Alexander*

Paul Lever, Esq.,  
Foreign and Commonwealth Office.

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*Ami bo schies*



10 DOWNING STREET

*Prime Minister*

MR. ALEXANDER

Lunch for the Canadian  
Prime Minister - 25 June

*Ami*

I attach the list of guests attending the lunch tomorrow together with a draft seating plan. If you agree the seating plan, please could it go into the Prime Minister's box.

*Sue*

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24 June 1980

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LIST OF GUESTS ATTENDING THE LUNCHEON TO BE GIVEN BY THE PRIME MINISTER  
IN HONOUR OF THE RT. HON. PIERRE ELLIOTT TRUDEAU, PC, MP, PRIME MINISTER  
OF CANADA ON WEDNESDAY, 25 JUNE 1980 AT 12.45 PM FOR 1.00 PM

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The Prime Minister

The Rt. Hon. Pierre Elliott Trudeau, PC, MP

Her Excellency the Canadian High Commissioner

Mr. Herb Breau, MP

Mr. P.M. Pitfield

Clerk of the Privy Council and  
Secretary to the Cabinet

Mr. Claus Goldschlag

Deputy Under Secretary at the Ministry  
of External Affairs

The Rt. Hon. Lord Hailsham of St. Marylebone

The Rt. Hon. David Howell, MP

The Hon. Douglas Hurd, MP

Mr. Cecil Parkinson, MP

Sir John Ford

HM High Commissioner, Ottawa

Mr. Michael Alexander

DRAFT SEATING PLAN FOR LUNCH ON WEDNESDAY, 25 JUNE 1980

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Mr. Michael Alexander

Mr. Cecil Parkinson

The Hon. Douglas Hurd

Mr. Herb Breau

HE The Canadian High  
Commissioner

PRIME MINISTER

The Rt. Hon. Lord Hailsham  
of St. Marylebone

The Rt. Hon. Pierre Elliott Trudeau

Mr. P.M. Pitfield

The Rt. Hon. David Howell

Sir John Ford

Mr. Claus Goldshlag

ENTRANCE