

Canada restricts the shipment of logs to Japan. On the basis of that premise, my question to you is: If it is good for your workers in Canada to work under a lumber policy that restricts exportation of logs to Japan, why is it wrong to place your workers under a similar program in the United States?

Mr. HARTUNG. Well, I think there is a lot of difference, Senator, as to why. And Canada does ship a certain amount of logs. There is a lot of logs that the mills don't use up there, and they are rejects, and they are shipped over to Japan.

Now, the question of Canada; starting out with a new country with their policies of competition with the United States years back, I think you will realize that they had quite a handicap to overcome, until the American companies moved up there.

Now, I think as far as the Canadian Government is concerned—what reasons they have for it I don't know—but I don't think that just because Canada has got it, that we should follow everything that Canada does, or that Canada follows everything we do.

It is not a policy that we helped, as a union, to formulate one way or the other. We did not formulate the policy of selling logs down here, nor did we do it up in Canada.

I feel that the exporting of commodities under free trade in this day and age—now we have got, I understand, a big aluminum plant that is going to be built on an Oregon site, an aluminum plant with some \$100 million investment. Where are they going to get their ore?

It will come from South America. I hope South America doesn't say, "Let's make the aluminum over here," because we will be sitting with a \$100 million plant and we won't have any ore to process.

So I think that you have got to look at this foreign trade a little bit on, just who is going to get hurt, and I am not prepared to say why up in Canada they instigated that policy years ago. In fact, the policy was there before they were ever organized, Senator.

Senator MORSE. What the chairman seeks to do, is to outline the policy, and speak about the reason for establishing the policy. I point out that the workers in Canada work under that policy, including the members of your union.

I would insert in the record at this point a table that was introduced by Mr. Houlihan the other day, in an exhibit that is already in the record, "Log Exports From Pacific Northwest Prepared From Japan Lumber Importers Association."

This is known as table 22. I ask to have it inserted in the record at this point, because it is the basis of the discussion I am carrying on with you.

(The table referred to above follows:)