In accordance with this principle, Canada will continue to import a number of items from the United States, but the situation is not one-sided. The United States Government is buying certain aircraft from Canadian firms that are thereby able to operate with the benefits of large-scale production. The planes concerned are the F-86E jet fighter, the Harvard trainer, the Beaver, and the T36-A trainer transport. Guns, too, are being produced in Canada for the United States, both the 3-inch 50-calibre naval gun and the 120mm. gun. The United States Government has placed orders in Canada for explosives, for 90mm. shell cases, and for certain types of small arms ammunition as well as for mobile radar equipment.

2.—Distribution of Canadian Government Defence Orders, by Countries in which Placed, Years Ended Mar. 31, 1950-52

Norg.—This table includes orders for end items, and capital assistance contracts placed with prime defence contractors.

Country	1949-50	1950-51	1951-52	1951-52, by Quarters			
				AprJune	July-Sept.	Oct Dec.	JanMar
	Values						
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Canada	222,423	657,449	1,446,386	287,024	435,701	308,579	415,082
United States	15,229	99,090	415,780	177,671	163,423	58,773	15,913
United Kingdom	5,205	8,143	39,228	1,977	4,476	24,327	8,448
Other countries	57	83	14	5	—	3	6
Totals	242,914	764,765	1,901,408	466,677	603,600	391,682	439,449
	Percentages						
	p.c.	p.c.	p.c.	p.c.	p.c.	p.c.	p.c.
Canada	91.5	86.0	76.0	61.5	72.2	78.8	94-5
United States	6.3	12.9	21-9	38.1	27 · 1	15.0	3.6
United Kingdom ¹	2.2	1.1	2.1	0-4	0.7	6-2	1.9
Totals	100·0	100.0	100.0	100.0	100.0	100.0	100.0

¹ Includes orders to other countries, that were never over one-fortieth of one percent of total orders.

Production Programs, 1951-52.—A new stage in the development of the Canadian aircraft industry was reached in the autumn of 1951 with the delivery to the Royal Canadian Air Force of the first pre-production model of the CF-100 all-weather jet fighter. This is the first all-Canadian jet aircraft for both the airframe and the Orenda engines which power it are produced in Canada. Arrangements for full-scale production are under way and deliveries, under the main production contract, will begin in 1952. The F-86E Sabre, of United States design, is also under production. A number of the aircraft are going to the United Kingdom and to the United States.

The Harvard primary trainer aircraft, also of United States design, began to come off the Canadian production line during the autumn of 1951. Engines were at first imported from the United States but will be produced in a new plant near