The Atlantic Council of Canada

NEWSLETTER December, 2010

701-165 University Ave. Toronto, Ontario, M5H 3B8 Canada www.atlantic-council.ca info@atlantic-council.ca Tel: 416-979-1875 Fax: 416-979-0825

Inside This Issue

•	NATO Tour Report	1
•	European Debt crisis	3 5
•	The Naval Gala	J
•	ACC Roundtable with	6
	Peter Gibson	
•	Tribute to the	7
	Jackman's	·
•	The ACC in Albania	8

ACC Roundtable with

Report on the NATO

Lisbon Summit

11

Jan Techau



Chairman The Hon. Bill Graham PCQC

Immediate Past Chairman Col. Dr. Frederic L.R. Jackman CStJ PhD OOnt.

> President Julie Lindhout MA Med

Newsletter Editor Muna Hussein

Membership Information

Regular & Partner/Spouse	\$125
Regular	\$75
Senior	\$50
Young Professional	\$50
Full-time Student	\$25

For full details please visit www.atlantic-council.ca





President's Message



 $\mathbf{W}_{\mathrm{e}^{\prime}\mathrm{ve}}$ come to the end of another busy year, and we are already looking forward to activities in will read reports on our Fall Conference in Ottawa. the Gala Dinner, and a

number of trips by individuals or groups to participate in briefings and other events. Planning has already begun for the Spring Conference and the Annual Tribute Dinner, and several Roundtable events.

The Atlantic Council of Canada involves many people. Our activities could not have happened without the strong support and encouragement of our Chairman, the Hon. Bill Graham, our Past Chairman, Dr. Eric Jackman, and the members of the Executive Committee of the Board. We also receive notes of encouragement from other directors and members, and very happy holiday season and all the best in the without the financial support of all of them, we New Year. could not exist.

Above all, I want to thank our staff and interns for their hard work during this year.

They are always discussing ideas to help the ACC fulfill its mandate, and they use their individual talents to turn these ideas into reality. The ACC is indeed fortunate to attract such en-2011. In this issue you thusiastic and dedicated young people. In this issue, you will be introduced to four new interns, and we say good-bye to several others. Amina Yasin finished her term and we wish her all the best in her new employment. Alex Dhefto finished his internship in Albania and has gone back to Queen's to finish his undergraduate degree, but he keeps in touch. Clara Wong has been with us the longest, and we are very pleased that we will continue to hear from her in her new position with the Secretariat of the Atlantic Treaty Association in

Brussels.

I wish all of them and all our readers a

Julie Lindhout. President, Atlantic Council of Canada

Report on the 2010 NATO Study Tour

By: Jonathan Preece, Research Analyst, Security and Defence Forum Intern



From September 25 to October 2, 2010, the Atlantic Coundelegation included members Division, and Mr. Ted

Tour. As part of this tour, dele- ada, past-interns, and current gates traveled to Europe to gain students. comprehensive and up-to-date Belgium, Germany and France representatives. and defense. cil held its annual NATO Study of the Atlantic Council of Can-

Following a long day information on NATO and the of travel, the briefing tour besecurity challenges facing the gan in Brussels with a visit to transatlantic world. This year, NATO Headquarters where tour participants had the chance delegates met with a number of to visit a number of sites in Canadian diplomats and NATO During the related to European security morning session, Mr. James Led by ACC Snyder, Information Officer in President Julie Lindhout, the NATO's Public Diplomacy

speakers, the Atlantic Council delegates links maintained by Canada's commit- overall message was that as European

had the privilege of meeting Ambassador Robert McRae, Permanent Representative of Canada to NATO. Association, the challenges facing the Alliance moving towards, and the direction of the New Strategic Concept. In the conversation which fallowed, Ambassador McRae also provided valuable insight on the Canadian government's policy on Afghanistan moving forward and what NATO considers to be the most critical ob-

stacles to lasting peace and security in ment to its European partners." this country. The tour of NATO Headand security in the Balkan region.

participants then had the opportunity to capabilities. meet with members of the Canadian

Whiteside, Director of NATO's Ministe- spoke on Canada's leadership role back to Brussels for a short visit to the rial and Summit Task Forces, briefed the within the Alliance and the valuable Canadian Mission to the European Ungroup on NATO's political agenda and efforts being made by Canadian soldiers ion. At the mission, the group heard the impetus behind NATO's New Strate- in Afghanistan. Reflecting on the dele- from Deputy Ambassador Alain Hausser gic Concept. The delegation then heard gation's visit to SHAPE, Kirsty Hong and Political Counsellor Tamara from Tony White, Officer in NATO's (one of the tour participants and former Public Diplomacy Division, who spoke ACC intern) stated, "the overall experi- in depth account of the complex relaon NATO's ongoing military efforts in ence strengthened my pride as a Cana- tions that exist between the Canadian Afghanistan. Following a lunch with the dian and the invaluable transatlantic government and its European allies. The

ACC Delegates pose beside AWACS



Armed Forces working at SHAPE who group left Geilenkirchen and headed

Mawhinney. These presenters gave an

integration progresses, Canadian diplomats are challenged to protect Canadian economic, security and political interests, while at the same time maintaining the friendly ties that have characterized transatlantic relations since the post war period. presentation gave participants a first hand account of the complexities of European politics and how these relations shape Europe's security architecture.

Following this busy day, participants said farewell

to Brussels and departed for Paris. After On September 29th, the delega- a regrettable cancellation by the Canaquarters concluded with a meeting with tion visited NATO's airbase in Geilen- dian Ambassador to France, His Excel-Ambassador Martin Trenevski, Head of kirchen, Germany. Upon arrival at the lency, Mr. Marc Lortie, tour delegates the Former Yugoslav Republic of Mace- base, tour participants were given a instead took the afternoon to explore donia's Mission to NATO. Demonstrat- briefing by a Canadian representative Paris before meeting for dinner at a ing tremendous hospitality throughout working with NATO's Airborne Early street side café. On the second day in the exchange, Ambassador Trenevski Warning Force (AWACS). In detailing Paris, delegates had the opportunity to discussed Macedonia's aspirations for the role that AWACS plays in supplying visit the Organization for Economic Co-NATO membership, and the crucial role full spectrum battle management for operation and Development (OECD) that NATO plays in maintaining peace NATO forces, this presentation provided where they heard from a number of ina great deal of information on NATO's teresting speakers. For most of the par-This impressive first day of strategic military capabilities. It also ticipants, this visit provided an introducbriefings was followed up with a visit to presented concrete examples of how tion to OECD, outlining the diverse roles Supreme Headquarters Allied Powers NATO contributes surveillance to large- that this organization plays in interna-Europe (SHAPE) in Mons, Belgium on scale civilian activities such as the tional affairs. Of particular note was one September 28. Arriving at this expansive Olympic Games and responds to natural portion of the briefing which focused on military base, the delegates were briefed disasters such as Hurricane Katrina by OECD's efforts to evaluate the status of on NATO's overarching military com- coordinating humanitarian relief efforts. individual failed and fragile states in an mand and control structure by a Czech Following this briefing and an informal effort to coordinate and improve develofficer stationed in Mons. This presen- lunch with members of the Canadian opment efforts. This experience gave tation provided a detailed outline of how Armed Forces stationed in Geilen- participants a clear understanding of the the political realm of NATO operations kirchen, the delegation had the unique comprehensive approach to peacebuildinteracts with the Alliance's military opportunity to tour an AWACS and ing which has been endorsed by OECD structure and how decisions which are speak with the flight crew about how the and NATO among other international made in the North Atlantic Council are aircraft works and the critical role that it organizations. Following this visit, parimplemented in practical terms. Tour plays in maintaining NATO's strategic ticipants once again enjoyed some free time in Paris before convening a final After the AWACS briefing, the time for a farewell in the early evening.

ada's 2010 NATO Study Tour was an bargaining, compromise, and negotiation NATO's role in world affairs, and demexperience that this year's participants that underlines the multilateral policy- onstrating Canada's enduring commitwill not soon forget. By visiting sites making process. While such information ment to international peace and stability. such as NATO Headquarters and SHAPE, is readily available through other means, Describing his time on the Atlantic Counand engaging with Canadian diplomats, the experience of interacting with repre- cil of Canada's 2010 NATO Tour, Aleks members of the Armed Forces, and repre-sentatives 'on the ground' provided a Dhefto affirmed, "anyone who plans to nessed the day-to-day contributions that through individual research. Canadians make to European peace and Development Officer) stated, "after meet- North Atlantic region and the interna- intellectual enrichment." ing with Canadian representatives at tional community as a whole. While top-NATO and elsewhere, there was a real ics such as terrorism, nuclear weapons, sense that the sacrifices that Canadian and cyber attacks are widely covered by soldiers made in Europe during the Sec- the media and have been the subject of ond World War continue to resonate with extensive academic research, these brief-Canadians and Europeans alike. Born of ings provided firsthand knowledge of history, Canada's commitment to its how NATO views the international secu-European allies remains firm."

with representatives from NATO and lighting the complexities of day-to-day

rity environment and how this organiza-Furthermore, this tour gave partion is evolving to meet the challenges of ticipants the unique opportunity to learn the 21st Century. In sum, these discusabout how decisions are made at the mul-sions provided an invaluable look into the tilateral level. More specifically, meeting world of North Atlantic security; high-

The Atlantic Council of Can- OECD provided insight into the web of decision making, clearly articulating sentatives from NATO, delegates wit- layer of understanding not easily obtained work in any field related to politics or who is simply curious about what our Finally, these briefings gave tour government is doing abroad would do security. Reflecting on this point, dele-participants a more in depth understand- well to join this trip in years to come, as gate Robert Baines (the ACC's Corporate ing of the security threats that face the tour is a one of a kind opportunity for



Maxed Out: NATO and the **Growing Debt Crisis**

By Greg McBride and Sean Palter

In times of dire economic circumstances, the capacity and the motivation to maintain strong Armed Forces and project military might around the world is diminished. In this age of austerity and soaring debt levels, it is difficult to envision a world

where NATO remains as relevant as it has been, as governments' debt catches up with them, unless drastic change are made by state governments. Since 2008, the world has witnessed collapsing banks, ballooning deficits, bouts of deflation and inflation, as well as unprecedented shifts in monetary policy. At the centre of it

all is debt, which has been spurred on for years by low interest rates and shared delusion that the economic roller coaster ride would never have to come back down.

The immediate collapse of the banking sector in most countries may have been averted in 2008 with the help of unprecedented infusions of liquidity from governments trying to save their banking sectors. However, depressed asset prices, slow growth and banks that are reluctant to take on risk have

meant that the recovery is moving along slowly. Governments are not seeing the revenues that they need, but they do not want to burden the fragile economy with higher taxes. As a result they are continuing to borrow vast sums of money. This is growing increasingly problematic. The world's central banks are scrambling to find the right mix of interest rates and inflation to jumpstart their lagging economies. While these actions are expected to avoid the outright default of state governments in the short term, there remain fundamental problems with

many NATO countries' economies. In 2009, the world spent close to \$1.5 trillion (US) on defence, with NATO countries accounting for around 70% of that expenditure. The United States accounted for roughly and project military might around the 43% of world spending. Other major spenders included the United Kingdom, France, Germany, Italy, Spain and Canada. However, 2009 was a very dif-

> ferent atmosphere politically speaking. Defence cuts, as part of a broader strategy of austerity, are on the books and in some places have already been put into place. Of course all NATO countries want to maintain a strong military. But most are finding themselves between an economic rock and a hard place. This can be said of all the allies, alarming the person in charge of keeping NATO strong.

"In times of dire economic circum-

stances, the capacity and the motiva-

tion to maintain strong Armed Forces

world is diminished."

"There is a point where you are no longer cutting fat; you're cutting into muscle, and then into bone," said Anders Fogh Rasmussen, Secretary General of NATO. "I understand full well why Allies are cutting into their defence budgets. Given the

financial crisis, they have no choice, strong financial position when com-But I also have to say: cuts can go too pared to other NATO countries. With a far. We have to avoid cutting so deep that we won't, in future, be able to defend the security on which our economic prosperity rests."

Whether the planned cuts actually hit the muscle, as the Secretary General put it, is the subject for future discussion. However, the reductions in military spending certainly are telling of the future economic realities of the world. Portugal, Italy, Ireland, Greece and Spain (The PIIGS) are the European Union countries that have been in the weakest fiscal positions in the wake of the financial crisis of 2008. Because the Euro is a shared currency and none of these countries have their own central bank, in the very likely event of looming sovereign default, they will need to rely on help from the ECB to save them. This has already happened with Ireland and Greece. Outside of the so-called PIIGS, the picture still looks bleak. Austerity measures, including cuts to military spending, reductions in the size of the public service and reductions of subsidies across the board have been implemented in many European nations, including Britain and France.

Even the United States, which has served as the economic powerhouse of the world for almost a century, is on a dangerous economic path. Peter Orszag, Director of the Office of the Management of the Budget (OMB), commented on the Congressional Budget Office's long range projections in June: "the (CBO) today released its long-term budget outlook. Just like the long-term outlook for our Budget, the CBO report concludes that we are on an unsustainable fiscal course. About this, there is

"There is a point where you are no longer cutting fat; you're cutting into muscle, and then into bone."

> government that, until recently, had been running budget surpluses, a financial system that emerged from the economic crisis relatively unscathed and with vibrant and growing economy, Canada is in one of the best financial positions of any country in the western world. But that does not mean that Canada is without its risks.

Canadian individuals more susceptible well be an economic nuclear detonation. to corrections in interest rates or eco-Cold War to the fall of communism; main the dominant military alliance in ance in the history of the world. How- sinking. ever, past performance does not guarantee future success. A very accurate his- most successful alliance in the history payments to revenue. That is to say, as intact. long as the percentage of revenue that is sider that in the past decade interest http://atlantic-council.ca/?p=2182. rates have been at the lowest levels in history, there is almost no possibility no ambiguity." Canada is in a relatively that the debt servicing costs of these

nations will decrease. On the contrary, if investors in sovereign debt believe there is even a slight possibility of default, they will want to be compensated with higher yields, increasing the costs of borrowing. Many of

the world's most powerful nations are in a very dangerous economic position with very few avenues available to make meaningful inroads into their debt situation. This is why many countries like Britain and France are taking such drastic actions to try to avert the impending threat of economic ruin.

Yet this new threat is much different. It is a threat that is so systemic that many have no hard theory on The recent Bank of Canada how to defeat it. It is a threat that has assessment of the risks facing the Canabeen evident and growing for years, yet dian economy found that while Govern- one that has been largely ignored for ment and corporate wealth in Canada is just as long. Make no mistake about it, comparatively strong, there is a danger- these deficits and debts are just as danous trend of increasing personal debt gerous to the long term security of among Canadian households. Much like NATO as the Soviet Union was in the the risks facing sovereigns, this makes 1960s. Our reliance on credit could very

Whether this is the winter of nomic downturns. NATO has witnessed NATO's discontent is still to be seen. many events in the world, from the What is clear, however, is that to refrom human beings landing on the the world, NATO countries must bring moon to a potentially weaponized their finances into check. Countries are space. Through all of the dangers that it starting to react now to the years of has faced, it has always emerged as the inaction, but given the gravity of the victor. That is why it is continuously problem, in many ways they are only referred to as the most successful alli- slowing the speed at which the ship is

NATO has indeed been the torical measure of the probability of of the world. Hopefully it can emerge sovereign default is the ratio of interest from this war on debt with that title still

used to service debt is very low, the This is an abbreviated article that approbability of a nation failing to meet pears on the Atlantic Council website. its obligations is also quite low even if For a more detailed picture, including it has a very large debt. Now if we con- debt figures spending cuts, please visit December 2010





Canada's Navy: A Centennial to Remember

By: Greg McBride, Research Analyst

The Atlantic Council of Canada is pleased to announce the great success of the Canadian Naval Centennial Gala, held November 6 in Toronto. More than 300 distinguished guests arrived at the event to pay tribute to the courage and sacrifice of those who have served Canada at sea, in defence of our borders, our NATO allies and in operations around the world.

The event provided a platform for many prominent Canadians to express their long standing appreciation for the Navy. In a message for the event, Prime Minister Stephen Harper stated that "in the past 100 years, our sailors have developed a reputation for bravery, skill and professionalism from combat in both world wars and Korea to current actions such as delivering aid to of Canada." Haiti and combating piracy and terrorism in the Arabian Sea." He acknowledged the continued contributions that the Canadian Navy makes towards the success of NATO operations around the globe.



RAdm. Maddison cuts cake with his wife and members of journalists. In addition to Mr. the Royal Canadian Sean Cadets

The evening began with an open-first Jewish Canadian Captain in the Navy. ing address by Ontario's Lieutenant Governor David Onley, who paid homage to the Naval and military service people, World central role that the Canadian Navy has War II veterans, retired personnel and curplayed in Canada's history as a maritime rent serving members. A good deal of the nation. He discussed the changes the Navy Navy's command staff were also in attenhas undergone, from a force of two cruisers dance, including the Deputy Commander and two submarines to a "thoroughly mod- Maritime Command, Rear-Admiral Paul ern Canadian fleet of warships, submarines Maddison, as well as Commodore Daniel

and international roles."

ister of State and Chief Government Whip, nett, Commander of the Naval Reserve. who spoke at the event, said "Our government, as you know, is committed to protecting our sovereignty, especially in the north. To state the obvious, our country is surrounded by three oceans, not two, and we believe that our Navy must be an active player in all three." He went on to say "as we enter the second 100 years, no one can predict what challenges the Navy will face. It must be prepared to address a wide range of contingencies. That is why the Canada First Defence Policy envisages a navy that is capable, in the first instance, of addressing the various defence and security needs

In addition to Mr. O'Connor, Peter Milliken, Speaker of the House of Commons, Senator Hugh Segal, who co-hosted the event, and Senator James Cowan. Leader of the Opposition in the Senate were

all in attendance, as was Jack Layton, leader of the Federal NDP.

As part of the celebration of this momentous occasion, the Atlantic Council of Canada was pleased to honour Peter C. Newman with the St. Laurent Award, in recognition of his 30 years of service in the Canadian Naval Reserves, as well as his career as one of Canada's most prominent Newman's plethora of other accomplishments, he was the

The Gala was well attended by and coastal defense vessels, capable of MacKeigan, Commander, Canadian Forces

speedy deployment in a variety of domestic Recruiting Group, Commodore William Truelove, Commandant of the Royal Mil-The Hon. Gordon O'Connor, Min-tary College, and Commodore Jennifer Ben-



Peter C. Newman with Co-Host Sonja Bata

Rear-Admiral Paul Maddison was given the responsibility of cutting the Navy's birthday cake; thankfully he brought with him a sword that made short work of it.

The Canadian Minister of National Defence, Peter MacKay acknowledged the organizers of the event: "I wish to thank the organizers of the Gala - The Atlantic Council of Canada and the Toronto Branch of the Naval Officers Association of Canada, You have put together an outstanding event, giving guests from across Canada the opportunity to join together, share memories, and toast the long proud history of Canada as a maritime nation."

We at the Atlantic Council, in cooperation with the Naval Officers' Association Toronto Branch, were honoured to have played host to such a distinguished assembly of guests, and were delighted that they all came to share in our appreciation for the last 100 years of Canadian Naval Service.

People at the ACC: The Atlantic Council of Canada is pleased to announce that one of our Vice-Presidents, Ted Opitz, has been promoted to Lieutenant-Colonel and Commanding Officer of Lincoln and Welland Regiment of St. Catherines. LCol Opitz earned the position from hard work outside the regiment. Acknowledging that he is a newcomer, he said "I will serve all of you with honesty and fidelity, and I intend to earn your confidence." He went on to say that the Lincoln and Welland is "a regiment that comes from this community; it's a regiment that belongs to the soldiers who serve it." LCol Opitz has served in the Canadian Forces since 1978, rising from the rank of Private to where he is today. He served with the 3RCR Battle Group in Bosnia in 1998. He commanded a platoon of soldiers earlier that same year to bring relief during the Ice Storm. He has worked as an instructor for countless courses and been instrumental in planning and executing many exercises as well. LCol Opitz has been a member of the Atlantic Council since 2005 and currently sits as one of our Vice Presidents. We wish him good luck and success in his new role.

Atlantic Council of Canada Roundtable with Peter Gibson

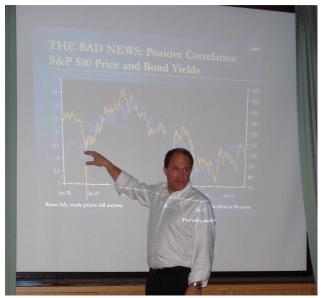
By: Chelsea Plante, Research Analyst

Peter Gibson is the Managing Director and Head of Portfolio Strategy and Quantitative Research at CIBC. He is considered one of the finest quantitative research strategists in the country. Mr. Gibson participated as a speaker in the Atlantic Council of Canada's Spring Conference, and on Tuesday September 14, the Council was proud to have him back for a more intimate roundtable discussion on the burden of debt in western economies and invited him to share his beliefs about the importance surrounding energy security..

Mr. Gibson grounded his discussion on the idea that energy security and scarcity has left western economies in a fragile and unstable position, forcing them to carry a large burden of debt leaving them dangerously close to an economic crash. He spoke mostly of the United States (US) because of the role it plays in the direction of the global economy, and specifically, brought attention to its record government debt/GDP, record consumer debt, record current account deficit, as well as its reserve currency status. As a result of the combination of these conditions, the US is confronting a potential debt crisis.

Mr. Gibson went on to explain that deflation and secular inflation are not viable options for the US. Deflation is inherently unstable with rising real rates, top line falls, structural unemployment, consumer spending crises, debt deflation and asset deflation. On the other hand, secular inflation requires significant wage inflation, but before the wage inflation occurs, it's possible that bond yields will rise to crisis levels. Two options remain for the debt nation when dealing with a possible crisis; artificial bond yield lows and technology driven, energy related productivity growth.

The United States is precariously close to experiencing an economic crisis, but remains in a safe haven as long as the rest of the world is worse off. In this sense, the United States needs an emerging economy, like that of India or China, to experience an economic crisis so that artificial bond yield lows – painted rates – can be created at home. In this scenario, the US is a safe haven as it prints dollars, borrows in its own currency, monetarizes debt and devalues dollar IFF bond yields to be less than the ceiling. When the bond yield is lower than the ceiling and is combined with a falling US dollar, it works very well in leveling the playing field. Mr. Gibson, however, did not see this happening any time soon.



Peter Gibson engages an ACC Roundtable audience.

In order to truly get out of the situation the US is in, there needs to be technology driven, energy related productivity growth. In other words, as Mr. Gibson explained, the US needs some kind of energy breakthrough. This way there would be rapid GDP growth that would allow the Debt/GDP ratio to fall, but at the same time, there would be little to no inflation so the yields would remain stable. Something like this is crucial, for example, especially if 3 billion Chinese people eventually enter the free market economy with the same per capita rate of car ownership as the US.

The United States has too much government and consumer debt. It cannot inflate and it cannot deflate. What is *needs* are artificial lows in rates. What it *hopes* for is new technology driven, energy related productivity growth. In the meantime, though, it is left treading water, waiting for someone else to take the fall. But how long can you tread water?

The Atlantic Council of Canada would like to thank all those who attended the roundtable event, and give a special thanks to Mr. Peter Gibson for his clear and informative portrayal of the US, emerging economies and energy inflation.

The Jackman Brothers: 40 Years of Steadfast Generosity to the ACC

By: Greg McBride, Research Analyst

exceptional and dedicated sponsors, it is Both brothers have achieved a great deal in ciation C.M. Hincks National Award for safe to say that we would be hard pressed to find anyone who rivals both the longevity and the sheer quantity of support that given to us by the Jackman brothers. This year marks the fortieth anniversary of support by the Jackman family of the Atlantic Council of Canada. Since 1970, the Jackman's unwavering donations of time, money and wisdom have allowed our organization to grow into what it is today. We would like to take the time to recognize the commitments and support of Hal and Eric Jackman over the last four decades.

The year was 1970. The Cuban Missile Crisis remained a fresh memory. Pierre Elliot Trudeau was in his first term as Prime Minister. And NATO was steadfastly struggling to bring down the Iron Curtain. At a meeting held on Monday. April 27th, 1970 at 4:30pm Mr. H.N.R. Jackman was officially registered as a member of the Atlantic Council. The minutes of the meeting read: "It was agreed that the Council should add to its membership and list of sponsors.

On motion, approval was given to invitations being extended to the following, to become members of the Council." And below that, tucked in between a General and an Admiral was the name H.N.R. Jackman. Lieutenant Governor of Ontario in 1991, a 1991. Eric became Vice Chairman in 2004, It is unlikely that anyone at that time knew what the future held for the Atlantic Council and the Jackmans. But by the end of 1971, and perhaps most importantly at the time, many years and lending the gravitas of their Mr. Hal Jackman had been elected to the national unity. He was appointed to the Or- names to our ranks, they have also been Board of Directors.

Their membership in the Atlantic Council is part of a broader interest in international relations and a commitment to promoting peace and democracy whenever they can. Both Eric and Hal have a keen interest has had a distinguished career. He earned ticipating as the Head of the Delegation on in world affairs. For quite some time as a his PhD in Human Development and Psy- the 2009 ACC NATO Tour because of all of youth, Eric wished to become a member of chology and is the President of the Psychol- the "impressive participants, speakers and the foreign service.

The Jackman brothers have distinguished themselves through their many diverse accomplishments throughout their entire lives. The Jackman brothers were born to Harry Jackman, a member of Parliament and Mary, a philanthropist, in Ontario, during the height of the Great Depression.

their professional lives.

University of Toronto and its Faculty of Assumption Universities. He served as Law as well as the London School of Eco- Chancellor of Windsor University from nomics. He has served as the Chairman of 1997 to 2005. Dr. Jackman also served as the Board of the National Trust Company the Honourary Colonel of the Toronto Scotand The Empire Life Insurance Company, tish Regiment, Queen Elizabeth the Queen and was appointed Chancellor of the Uni- Mother's Own. He is an active philanthroversity of Toronto in 1997. Mr. Jackman has pist and a pillar of the community. He and been closely involved with the Conservative his loving wife Sarah currently live in Rose-Party of Canada, serving as a fundraiser for dale. the Conservatives and was a strong advocate of the "Unite the Right" movement, becom- Parliament as members of the Conservative ing actively involved in the Alliance Party Party. Additionally they both served as when it was formed in 2000. He served as President of the Empire Club, one of Canthe Honourary Colonel of the Governor ada's oldest and largest speakers' forums General's Horse Guards and is an associate with a membership that includes some of

"It is a pleasure to be involved with the fellow members and I enjoy learning from the excellent education programs."

member of the Royal Canadian Military the Council in 1990, however, understanda-Institute. On the advice of Prime Minister bly, had to resign the from position after his Mulroney, Hal Jackman was appointed the appointment to Lieutenant Governor in position that he held until 1997. During his and Chairman in 2005. Aside from both tenure he was a supporter of the arts, history men being directors of our organization for Officer of the Order of Canada in 2000. He to make our first golf tournament a success.

ogy Foundation of Canada. He is President program." The Jackmans were instrumental of Invicta Investments Inc., and on the in finding us our current office space in the Board of Directors of the Canadian Journal- building of the Dominion of Canada Genism Foundation. He was also the President eral Insurance Company of which Hal is the of the Art Gallery of Ontario. He has re- Honourary Chairman. ceived numerous awards and distinctions, Commemorative Medal for the 125th Anni- Council over the years, Eric replied, Henry "Hal" Newton Rowell Jackman was versary, Her Majesty's Golden Jubilee

born June 10, 1932 followed by, Frederic Medal, the Canadian Forces Decoration, as Despite the Atlantic Council's long list of "Eric" Langford Jackman, May 17, 1934. well as the Canadian Mental Health Asso-Mental Health. He has had honorary doctor-Hal Jackman has studied at the ates conferred on him by York, Windsor and

They have both run for the Federal

Canada's most influential leaders.

As for the brothers involvement in the Atlantic Council, both have held many official positions and contributed more than their fair share of resources. Over the years the Jackmans have been instrumental in the execution of the Atlantic Council's mandate. Hal

Jackman was first appointed Chairman of der of Ontario in 1998 and promoted to an extremely helpful as sponsors. Eric helped was married to Maruja Trinidad Duncan in He even opened his home to host a successful fundraiser for the Council. One of Eric's Dr. Eric Jackman, like his brother fondest memories of the Council was par-

When asked why he has been so such as the Order of Ontario, Canada's committed to the success of the Atlantic "It is a pleasure to be involved with the fel- over the last forty years, the Atlantic Coun- date. Dr Jackman hopes that the Council low members and I enjoy learning from the cil would not be anywhere close to the suc- continues to "help Canadians understand excellent education programs."

Jackmans recognized the important in contributing to the protection of the values of the Western World. Even after the fall of communism, they saw

Throughout Cold War, the The ACC "helps Canadians under- tinuing role of the North Atlantic role that the Atlantic Council played stand and appreciate the important and continuing role of NATO."

NATO's continued relevance and pressed cess it has been. Their efforts have always dom they have provided to make the Atlan-

forward with their commitment. Without the ensured that we had the necessary funding, tic Council of Canada a success. sustained contributions of the Jackmans space and equipment to execute our man-

and appreciate the important and con-Treaty Organization." We would like to take this opportunity to thank the Jackman brothers for more than four decades of support and to acknowl-

edge all of the time, money and wis-

People at the ACC: During the Atlantic Council of Canada's 2010 Spring Conference on conflict and natural resources, participants had the pleasure of hearing from Ian London who spoke about the impact that rare metals could have on geopolitical relations in the 21st Century. On November 26, Mr. London participated in a roundtable discussion at NATO Headquarters on the topic of rare metals – an event which was prompted by the ACC's Spring Conference.

Report on the ACC Albanian Internship

By: Alex Dhefto, ACC-ACA Intern

October 26th marked my return from being the Atlantic Council of Canada intern at the Atlantic Council of Albania. I had spent the last 3 months there providing assistance for the Executive Secretary of the ACA, Mr. Kristaq Birbo, gathering information for the NATO Economy Forum and the Canada-Albania Business Council (CABC) and attracting potential members for the CABC.

My stay Albania cluded an excursion into the mounof Dibra, tains Albania's where rich chrome mines are located. There I was able to meet with Mr. Mark Pepkola, an established chrome businessman, acquire his membership for the Canada-Albania Business Council.

Along with this, I



Alex Dhefto with Prime Minister Sali Berisha (Right).

was able to gather up a considerable amount of information about the Albanian economy for both the CABC and the NATO Economy Forum. This information was gathered

Leader of the Millennium Challenge Corpo- ference as "a milestone in the process of ration Albania and Mrs. Mimoza Bimo, debunking myths about NATO membership Strategy and Promotion Department of Al- and expelling Balkan adversarial attitudes binvest. For those of you who may not among young people." know, Albinvest is the Albanian agency

nal tasks in Albania. Originally, I was there nomic relations with various prominent Alto help with the organization of the ATA banian politicians, including Prime Minister General Assembly, which was supposed to Sali Berisha. I was also able to get in touch take place in Tirana this year. However, due with Bryan Slusarchuk, the CEO of Tirex to complications in Brussels, the assembly Explorations, a Canadian mining company was postponed until next year. Thankfully operating in Albania. Mr. Slusarchuk acthe trip was no less useful because of this cepted the invitation to join the Canadaunfortunate stutter since I was able to con- Albania Business Council after a brief tribute to the ACA by helping with the everyday dealings of the office, translating important documents and upgrading their website.

I also had the privilege of representing Albania at a NATO youth conference in Montenegro. The conference was organized by Alfa-CentarNiksic, a NATOaffiliated NGO that tries to engage youth in Montenegro and in the rest of the Balkans about issues of Balkan integration and NATO membership. Youth and experts from all over the Balkans, as well as the USA and France were present to give lec-

through meetings with Mrs. Delina Fico, the tures and participate in dialogue and Q&A Civic Society and Public Outreach Team sessions. The organizers described the con-

Upon returning to Albania, I was whose task it is to attract foreign investment lucky enough to have a chance to meet and However, these were not my origi- discuss issues of Canadian-Albanian eco-



correspondence with me. Finally, much of the rest of the time was spent subjecting the website of the ACA to a complete makeover by making it more accessible and modern.

Two weeks before my return to Canada, I was invited by Mrs. Julie Lindhout to join the Atlantic Council of Canada for a group study tour to Brussels, Paris and Geilenkirchen to visit NATO headquarters, the Canadian Mission to the EU, a NATO military base and the OECD. This trip was extremely informative and interesting. There we had a chance to speak with many high-ranking Cana-Permanent Canadian Ambassa-



dian Diplomats, including the Aleks with ACA Executive Secretary (Left) and ACA President, Dr. Arian Starova (Center)

dor to NATO, his Excellency Robert McRae.

My final week in Albania was spent saying goodbyes to all the wonderful people I had had a chance to work

with and finishing all work that was left over at the office. I would like to take the opportunity in this conclusion of my report to thank Mrs. Julie Lindhout and the Atlantic Council of Canada for giving me this amazing opportunity, as well as Mr. Arian Starova and Kristaq Birbo of the Atlantic Council of Albania, for showing me the true meaning of Albanian hospitality, which the country is famous for.

People at the ACC: The Atlantic Council of Canada is pleased to announce that former ACC intern Clara Wong will be moving to Brussels in the coming weeks to being a six-month internship with the Atlantic Treaty Association. During her time at the ACC Clara demonstrated an excellent work ethic and an always positive attitude. Clara will be the latest on many Canadians to take part in the ATA internship program and is sure to represent her country well. We wish her all the best in her future endeavors.

Roundtable with Jan Techau "Challenges to the European Security Architecture"

By: Chelsea Plante, Research Analyst

On November 8, 2010, The Atlantic Council of Canada (ACC), its members, and guests were privileged to welcome Mr. Jan Techau, Senior Research Advisor at the NATO Defence College in Europe Has Fallen Off The Radar: Rome, Italy. Jan Techau holds an M.A in Political Science from the Christian-Albrechts- Universität zu Kiel and was a student at the Pennsylvania State University (USA).

As a fellow in the Robert Bosch Foundation's Post-Graduate Program for International Affairs in 1999 and 2000, he oversaw a media project in Palestine and worked in the European Commission's External Relations Directorate General in Brussels. Following his work in Palestine, he was the Security and Defence correspondent for the German Armed Force's online and print media. From 2003 to 2006 Jan Techau served at the German Ministry of Defence in Berlin as coordinator of the Bundeswehr's online media and media co-operations. Following this, he became the Director of the Alfred von Oppenheim Center for European Policy Studies at the Council on Foreign Relations in Berlin.

Jan Techau joined the NATO Defence College's Research Division in February 2010 as a Research Advisor. He is also an Associate Fellow at the German Council of Foreign Relations and a Senior Non-Resident Fellow at the American Institute for Contem-ACC members and guests about why European security architecture should matter to the West, in particular to the United States,

outlined its security architecture and emphasized the challenges it faces as it enters the 21st century.

Mr. Techau began with a discussion delineating the widely accepted view that Europe plays a decreasing role in modern global security matters. As a democratic, undivided, stable and prosperous region, however, open to trade and investment opportunities, and supportive of political, economic, and military cooperation with the United States and the rest of North America, Europe should represent an important Western ally.

Transatlantic cooperation is not only key to advancing mutual interests in Europe, but also to addressing and dealing with emerging security challenges. The United States and its NATO allies play leading roles in the major institutions and in developing the tools needed to shape the international community; constituting three of five permanent members of the UN Security Council, six of the seven G-7 group of major industrialized states, and the majority of board members of the International Monetary Fund. European states are also major international aid and developmental assistance donors throughout the world. Having a strong US interest in European security issues not only shapes views towards consenporary German Studies in Washington, D.C. Mr. Techau spoke to sus on the major defence issues, it also facilitates cooperation and gives the US leverage in other important forums.

Europe's contemporary security architecture.

Challenge One: Slowly Eroding but Basically in Tack

point to his discussion on the four challenges facing the European actually in charge of the overall Afghanistan mission. security architecture.

Collaboration and Collective Self-Defence, of March 17, 1948, the COM CFACC. Currently, ISAF must work diplomatically through governments of France, the United Kingdom, Belgium, the Nether- US officers to secure the CENTCOM assets. This creates a percep-

lands, and Luxembourg provided the initial framework for postwar Western Europe cooperation. More important, these five countries signaled to the United States intra-European relations to encourage internal stability and defend against external threats.

"In its current construct, ISAF is severely disenfranchised, as there is no formal retheir intent to structure postwar lationship between NATO and the CENT-COM CFACC".

explicit US commitments to provide military assistance to prospective NATO allies, and the American desire, strongly expressed in Congress, for less specific assistance provisions. In this fundamental aspect of the bargain, the Europeans essentially outsourced security on the US, and in turn, the Americans got a veto on European security free from the communist threat.

The Europeans were comfortable and frivolous as they increased their investment in social security benefits for a needed pacification. As a result, however, Europe now lacks the means for sustainability and future investment, leaving an obvious reliance on the US for stabilization and its nuclear umbrella. At the same time, the United States wants more from Europe. The end result is an alliance that's slowly eroding but basically intact.

Challenge Two: NATO is Becoming Self-Absorbed

The second major challenge to Europe's security architecture has to do with the institution that anchors it: NATO is becom-

ing self-absorbed. There are threats of its budget being cut and the level of ambition within the institution (including outside territory) is dwindling. In addition to this, the more recent comprehensive approach used by the Alli-

"As for NATO, it must create a sense of purpose after Afghanistan"

ance presents a significant cultural shift for a fundamentally military institution, leaving a strong cultural divide between civilians and the military. The institution lacks the know-how to work it out and so there remains no unity of effort between defence, development and justice. Unity of command is also lacking, as demonstrated by the Operation Enduring Freedom (OEF) mission in Afghanistan.

At the commencement of OEF, supreme command fell upon Commander CENTCOM who decided not to create a subordinate unified command in Afghanistan. In the absence of a combined strategic forum, CENTCOM also assumed the lead role in

Indeed, the importance of Europe as a partner in meeting coalition war management. On the assumption that operations in the world's problems will increase still further. Despite the impor- Afghanistan would be short, few nations raised political objections tance of Europe as a Western ally, there remain challenges to to a CENTCOM lead, and war strategy for Afghanistan was made almost entirely in Washington, DC, and Tampa, Florida. From an army-centric perspective, non-US coalition contingents were unified under one CINC in Tampa, where each coalition member had Mr. Techau used the Transatlantic Bargain as a starting a liaison team. From a strategic perspective however, no one was

In its current construct, ISAF is severely disenfranchised, In the Brussels Treaty of Economic, Social and Cultural as there is no formal relationship between NATO and the CENT-

> tion among NATO partners that they are not receiving proper allocation of this support. Also, although ISAF commanders work beside US Special Forces on a regular basis, and there is significant mixing of all forces in certain areas of Afghanistan, these forces all operate under

The Transatlantic Bargain was finally signed on April 4, different mandates and report to different combatant commanders. 1949, reflecting a compromise between the European desire for This superimposition of different missions and chains of command on the same piece of terrain remains problematic. There is too much input by too many people, and still, ten years later, it is almost impossible to have unity of command. Lastly, the Alliance is becoming anything but a powerhouse. With the US and Germany slowly losing interest, the Alliance is beginning to lack intellectual input and leadership.

Challenge Three: The Structural Weakness of the European Union (EU)

The structural weakness of the EU is the third challenge to Europe's security architecture. With 27 members it is difficult to decide on policy. There is an inability, for example, to develop an effective and consistent foreign policy in response to conflict situations. The EU lacks the ability to project its capacity in order to implement its foreign policy objectives because of complex and lengthy procedures of foreign policy formulation and decisionmaking, the unanimity requirement which constrains policy-makers

> to the search of the lowest common, inter-pillar friction, lack of a military force, and money being spent unwisely.

> There is a profound lack of strategic scope within the EU. The EU tends to follow two

trends by and large. The first, an inward looking trend to keep the institution working. The second, an outward looking trend to help itself become an actor on the world stage. With two competitive camps actively being employed, strategic scope within the EU continues to be paradoxically unclear.

The Final Challenge: Turkey and Russia

The final challenge to Europe's security architecture is two unresolved problems in European foreign policy: Turkey and Russia. It is expected that Turkey will emerge as a major power broker in years to come. It is a key strategic player occupying

December 2010

Asian, Middle Eastern and European territory. Yet Europe has, scope.

manage the political convergence on Russia within its own ranks that is essential for effective EU coordination of energy policy, but also that's its scope for shaping domestic politics in Russia is very ghanistan. The Atlantic Council of Canada would like to thank all limited. Moreover, Russia exhibits a highly polarized society between a oligarchic super-rich stratum and a mass of impoverished citizens, according to European standards, along with an economy that is over-reliant on resource exports and weak in domestic manufacturing diversity. These types of uncertainties pose challenges to EU-Russia partnerships as well as the European security architecture.

The discussion concluded that for Europe, he core of the however, undervalued Turkey because of its lack of strategic problem is real political competition in Europe. The output leg is very high, but the input leg of the EU is lacking i.e. the influence of With regards to Russia, Europeans have failed in finding a voters is lacking. There needs to be politicization of the EU to creconstructive approach. The problem for the EU is not only how to ate a real European polity to establish European interests which would make foreign policy easier.

> As for NATO, it must create a sense of purpose after Afthose who attended the round table, and participants in the discussion. Special thanks go to Mr. Jan Techau for an articulate and informative presentation on the importance of Europe and the challenges its security architecture faces.

Roundup of the NATO Lisbon Summit

Correspondence By: Sean Palter

The recent NATO Heads of State Summit held in Lisbon, Portugal was a historic cononly was a new Strategic Concept enacted, but Russia, NATO's past opposition, was also in attendance, ushering in a new era of partnership and hopefully a new era of

peace between the great powers.

military figures and NGO workers. This Uganda, Canada to Russia and many more. Young Atlanticist Summit was at the mar- The Young Atlanticist Summit was opened gins of the Heads of State one.

This allowed for a day of discussion prior to Young leaders from across the globe also the leaders meeting, along with a set of exemerged on Lisbon and the conference pectations that delegates were expecting and ference in the Alliance's storied history. Not grounds, to discuss transatlantic issues and hoping for. Nations from around the world receive briefings from political leaders, were well represented, from Brazil to off with remarks by José Sócrates, Prime



Sean Palter sits down with Prime Minister Stephen Harper, Minister of Foreign Affairs, Lawrence Cannon, and Minister of National Defence, Peter MacKay

the Cold War."

was next for the Alliance. Speakers included the recent past." Lt. General Walter Gaskin, Deputy Chairman of the Military Committee of NATO the new security environment, he listed "We are living in an era of interdependence, of the NATO Defense College in Rome.

at the Summit, had a private meeting with security as the major issues of the day. had the opportunity to discuss the F-35 Joint and more efficient." Strike Fighter with them and the benefits Strategic Concept.

di Paola, Chair of the NATO Military Com- believed strongly that the country was going the world and gauge different perspectives mittee, spoke, followed by the keynote ad- to turn the page. dress by Anders Fogh Rasmussen, Secretary General of NATO. Rasmussen spoke of his a VTC hook up with Afghan university stu- an equal amount of ideas and potential solugeneration seeing the world through the dents in Herat, Kabul and Jalalabad, which tions.

Minister of Portugal. He spoke about the this generation was different. "But I suspect delegates in Lisbon able to question the stuhistoric moment that was upon the Alliance that, for most of you, the Cold War is like dents, but we in turn were questioned by and detailed the importance of the Summit, the Peloponnesian War - ancient history, them. emphasizing the Russian involvement and Interesting, sure, but history all the same," the new Strategic Concept, which he dubbed explained Rasmussen, who was the former for Bulgaria and Slovakia presented us with 'the Lisbon Concept'. The Prime Minster Prime Minister of Denmark. "You look at an engaging debate on the future of NATO. said that the events of this Summit "will the world the way it really is today, with no We were also treated to a speech by UN leave behind once and for all the legacy of Cold War hangover. And that is exactly Secretary General Ban Ki Moon. what we all should do. Because our security Moon discussed three security areas that the We also received briefings and had environment today - your security environ- UN was dealing with; Afghanistan, Sudan discussions on NATO operations and what ment -- is completely different, even from and the Democratic Republic of the Congo.

Prime Minister Stephen Harper, Minister of The new Strategic Concept would take each

well as the United Nations and the new David Petraeus who detailed the successes and logistical support." that had occurred to date as well as certain Back at the Summit site, Admiral areas of focus in the upcoming months. He tunity to meet future leaders from around

prism of the Cold War and explaining that was extremely fascinating. Not only were

The Ministers of Foreign Affairs

He also discussed the need for citizens to be Among the new issues affecting global and look beyond their own borders.

and Karl-Heinz Kamp, Academic Director weak states, where terrorist organizations [in an] interconnected world. Therefore, can operate from; the spread of missiles, just sticking to national interests may not On day 2, I, along with the other Canadian both conventional and nuclear; and cyber help your national interest. You have to go beyond your national interests," said Moon. "When people are suffering [in a] different National Defence Peter MacKay and Minis- into account and "will launch an Alliance part of the world, even if we are not directly ter of Foreign Affairs Lawrence Cannon. I that will be more effective, more engaged, affected, we should still help them. When there is instability in our world, whether or The Supreme Allied Commander not it makes our own countries more unstathat the purchase would have for Canadians. Europe, Admiral Stavridis also briefed the ble, we should still respond. This what the Our conversation also touched on Afghani- Summit, followed by an in-depth report on United Nations has been doing; mobilizing stan and the training that was going on as Afghanistan by ISAF Commander General political will, mobilizing financial resources

> The Summit was a fantastic opporon common issues. While there are a vast On the third day were treated with amount of problems in the world, there are

New Atlantic Council of Canada Interns:

Conrad Lee is in his fourth year at the University of Toronto with a specialization in Political Science. He plans on continuing his academic pursuit by attending law school. Conrad is passionate about world affairs and has outstanding knowledge about China-Canada relations. Born in Hong Kong, he is fluent in Cantonese and plans on learning German at some point in the near future. Through his internship with the Atlantic Council of Canada he hopes to expand his knowledge of trans-Atlantic issues and would like to continue working with the Atlantic Treaty Association over the next few years. He was an instrumental part of the Canadian Naval Centennial Gala team and looks forward to the coming months at the Atlantic Council of Canada. Feel free to contact Conrad at conradhw.lee@utoronto.ca

<u>Season's Greetings,</u> The Htlantic Council of Canada would like to wish you and your family a happy holidays and all the best in the New Year. We look forward to seeing you in 2011.