

### FOREIGN POLICY

Exercising Sovereignty and Promoting Canada's NCRTHERN STRATEGY Abroad



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The Government of Canada has launched an ambitious Northern Strategy to respond to these opportunities and challenges. Our Northern Strategy lays out four areas where Canada is taking action to advance its interests both domestically and internationally and to help unlock the North's true potential: exercising sovereignty; promoting economic and social development; protecting our environmental heritage; and improving and devolving Northern governance. In pursuing each of these pillars in our Arctic foreign policy, Canada is committed to exercising the full extent of its sovereignty, sovereign rights and jurisdiction in the region.

The geopolitical importance of the Arctic and Canada's interests in it have never been greater. This is why our government has launched an ambitious Northern Agenda based on the timeless responsibility imposed by our national anthem, to keep the True North strong and free.

Prime Minister Stephen Harper, August 28, 2008, Inuvik, Northwest Territories

- seeking trade and investment opportunities that benefit Northerners and all Canadians;
- encouraging a greater understanding of the human dimension of the Arctic;
- promoting an ecosystem-based management approach with Arctic neighbours and others;
- ▶ contributing to and supporting international efforts to address climate change in the Arctic;
- enhancing our efforts on other pressing environmental issues;
- strengthening Arctic science and the legacy of International Polar Year;
- engaging Northerners on Canada's Arctic foreign policy;
- > supporting Indigenous Permanent Participant organizations; and
- providing Canadian youth with opportunities to participate in the circumpolar dialogue.

### Exercising Sovereignty

In our Arctic foreign policy, the first and most important pillar towards recognizing the potential of Canada's Arctic is the exercise of our sovereignty over the Far North. Canada has a rich history in the North, and Canada's sovereignty is the foundation for realizing the full potential of Canada's North, including its human dimension. This foundation is solid: Canada's Arctic sovereignty is long-standing, well established and based on historic title, founded in part on the presence of Inuit and other indigenous peoples since time immemorial.

In exercising our sovereignty...we are not only fulfilling our duty to the people who called this northern frontier home, and to the generations that will follow; we are also being faithful to all who came before us...

Canada exercises its sovereignty daily through good governance and responsible stewardship. It does so through the broad range of actions it undertakes as a government—whether related to social and economic development, Arctic science and research, environmental protection, the operations of the Canadian Forces or the activities of the Canadian Coast Guard and Royal Canadian Mounted Police. We exer-

changes will take many decades to realize, Canada and other Arctic Ocean coastal states must begin to prepare for greater traffic into the region, with sometimes negative effects

Regional solutions, supported by robust domestic legislation in Arctic states, will be critical. Canada will work in concert with other Arctic nations through the Arctic Council<sup>1</sup> (the primary forum for collaboration among the eight Arctic states), with the five Arctic Ocean coastal states on issues of particular relevance to the Arctic Ocean, and bilaterally with key Arctic partners, particularly the United States.

We will need to consider how to respond to issues such as emergency response and search and rescue capability and potential future problems related to emergencies (including environmental), organized crime, and illegal trafficking in drugs and people. One very important initiative is the current effort within the Arctic Council to negotiate a search and rescue agreement for the Arctic. Information sharing, coordination of efforts, and pooling resources are all concrete ways in which partnership maytive®

Ensuring sustainable development in the Arctic involves working closely with territorial governments and Northerners and through key international institutions like the Arctic Council to build self-sufficient, vibrant and healthy communities. The well-being of the people of the North—its inhabitants and communities—is fundamental.

Canada will actively promote Northern economic and social development internationally on three key fronts: take steps to create the appropriate international conditions for sustainable development, seek trade and investment opportunities that benefit Northerners and all Canadians, and encourage a greater understanding of the human dimension of the Arctic to improve the lives of Northerners.

First, Canada will take steps to create the appropriate international conditions for sustainable development in the Arctic, complementing domestic measures to support economic development. This involves understanding the opportunities and challenges of Arctic energy and resource development and developing regulations, guidelines and standards that are informed by Arctic science and research, including traditional knowledge. In no area is this more critical than in oil and gas development.

As an emerging clean energy superpower, Canada will continue to support the responsible and sustainable development of oil and gas in the North. Along with the rest of the international community, we have witnessed the terrible environmental, social and economic impacts of the oil spill in the Gulf of Mexico.

Canada recognizes and values the importance of working closely with other Arctic states and will take every step possible to prevent such an event in Canadian waters. Canada is showing leadership at home in Arctic safety and environmental requirements for offshore drilling through the review undertaken by the National Energy Board. Moreover, Canadians and our Arctic neighbours can be assured that no drilling will occur in Canada's deep Beaufort Sea until at least 2014.

Canada is a party to a number of bilateral and multilateral agreements and is actively engaged in various international forums, including the Arctic Council, on matters relating to the protection of the marine environment. In the wake of the oil spill in the Gulf of Mexico, we are furthering our collaboration at the appropriate levels, in particular with the United States and Denmark/Greenland in light of our common interests in the Arctic marine environment.

The 2007 Arctic Council Oil and Gas Assessment examined the impacts of current oil and gas activities in the Arctic and potential impacts related to possible future activities. The Oil and Gas Assessment found that while extensive oil and gas exploration activity and production have occurred in parts of the Arctic, much potential exists for future oil and gas development. Related risks need to be managed carefully. Canada made significant contributions to the Assessment.

The Arctic Council, with significant Canadian participation, updated its Arctic Offshore Oil and Gas Guidelines in 2009. These guidelines recommend standards, technical and environmental best practices, management policy and regulatory controls for Arctic offshore oil and gas operations. Canada will act on the request from the Arctic Council that all states apply these guidelines as minimum standards throughout the Arctic and will encourage others to do so as well.

Arctic shipping is another key area of focus. The 2009 Arctic Marine Shipping Assessment is the first comprehensive review of circumpolar shipping activities and provides important information about possible future shipping activities and their potential impacts. Among its findings, the Assessment noted that Arctic shipping has increased significantly, with more voyages to the Arctic and between Arctic destinations. However, the various Canadian internal waterways known as Canada's "Northwest Passage" are not predicted to become a viable, large-scale transit route in the near term, in part because mobile and unpredictable ice in the Passage poses significant navigational challenges and other routes are likely to be more commercially viable.

The Arctic Marine Shipping Assessment also provides guidance on enhancing Arctic marine safety, protecting Arctic peoples and environment, and building Arctic marine infrastructure. Based on these recommendations, the 2009 Arctic Council Ministerial supported the development of a mandatory polar code for shipping by the International Maritime Organization (IMO). As an IMO member, Canada will continue to play a leading role in the development of this code. We, along with other Arctic Council states, have also agreed to work together towards an international agreement on search and rescue operations for the Arctic by 2011.

Within the IMO context, Canada has also assumed responsibility for providing navigational warning and meteorological services to facilitate the safe management of marine traffic in two Arctic areas. These cover substantial areas of Arctic waters, including the Northwest Passage. Through this initiative, Canada will deliver services that help mitigate the risks associated with increased Arctic shipping. These services will also enhance environmental protection of the Arctic marine environment, support Northern residents in their maritime activities, and provide necessary services for coastal and marine-based resource development.

Canada is playing a key role in the creation of the Arctic Regional Hydrographic Commission to improve our understanding of the features of the Arctic Ocean and its coastal areas, essential knowledge for safe navigation. Canada has offered to host the Commission's inaugural meeting in fall 2010.

Second, Canada will continue to seek trade and investment opportunities that benefit Northerners and all Canadians.

Canada will enhance its trading ties with other Arctic states. We have recently implemented a free trade agreement with the European Free Trade Association (EFTA) member countries, which include Iceland and Norway. This agreement has the potential to enhance trade and investment between Northern regions of our respective countries. We are also seeking to build new trade ties with other Arctic states to create these

same links between our respective Northern regions. These Northern commercial relationships can serve as conduits to expand trade and investment relations not only with our immediate Northern neighbours but also with other states such as those in central Asia and Eastern Europe.

Improving air and sea transportation links to create enhanced access across the polar region can help encourage Arctic trade and investment opportunities. For instance, investments have been made to upgrade the Port of Tf sof up affor pgq6 p

Canada's commitment to Northern economic and social development includes a deep respect for indigenous traditional knowledge, work and cultural activities. Going forCanada takes responsibility for environmental protection and enforcement in our Arctic waters. This magnificent and unspoiled region is one for which we will demonstrate stewardship on behalf of our country, and indeed, all of humanity.

Prime Minister Stephen Harper, August 27, 2008, Tuktoyaktuk, Northwest Territories

These measures and others such as plans to establish a national marine conservation area in Lancaster Sound send a clear message to the world. Canada takes responsibility for environmental protection and enforcement in our Arctic waters. We are demonstrating stewardship in this magnificent ecological region.

Canada is committed to planning and managing Arctic Ocean and land-based activities domestically and internationally in an integrated and comprehensive manner that balances conservation, sustainable use and economic development—ensuring benefits for users and the ecosystem as a whole. We are acting domestically while cooperating internationally. Internationally, we will act in the following four ways: promote an ecosystem-based management approach with our Arctic neighbours and others; contribute to and support international efforts to address climate change in the Arctic; enhance efforts on other pressing international issues, including pursuing and strengthening international standards; and strengthen Arctic science and the legacy of International Polar Year

First, Canada will continue to promote an ecosystem-based management approach

bears and Arctic birds). These activities fall under international conventions and agreements such as the United Nations Convention on Biological Diversity, the Migratory Bird Treaty, and the Agreement on the Conservation of Polar Bears. International collaborative Arctic science and research is a fundamental aspect of the Government of Canada's participation in such agreements.

Canada and its Arctic neighbours are the stewards of unique wildlife such as polar bears. The Government of Canada recognizes the importance of indigenous knowledge and the need to use it in tandem with Western science in our efforts to better understand polar bears and their habitat.

Canada has signed a Memorandum of Understanding with the United States for the conservation and management of a shared polar bear population. In addition, Canada has developed agreements with other Arctic nations to jointly manage polar bears, narwhals and belugas. This work must continue in order to manage other shared species.

Canada will continue to establish terrestrial and marine protected areas in the Arctic and monitor biodiversity and ecological integrity. Canada recognizes that ecologically sensitive areas are essential for the conservation of Arctic species including polar bears, caribous, migratory birds, and marine mammals and other aquatic species. These sensitive areas play a key role in the survival and recovery of species at risk. They also provide significant ecotourism opportunities to an expanding market of Canadians and international visitors.

Canada has made significant progress in establishing protected areas in over 10 percent of our North, designating 80 protected areas covering nearly 400,000 square kilometres. These areas include 11 national parks, six national wildlife areas and 16 migratory bird sanctuaries and will protect habitat for a wide variety of species.

Canada continues to plan for additional protected areas in the North and has an ambitious program to expand the national park system, including the creation of three new national parks. The Government of Canada is moving forward in consultation with communities and industry to add nearly 70,000 square kilometres to Canada's Northern protected areas network. Canada will be finalizing a Policy Framework for Canada's National Network of Marine Protected Areas that will guide marine protected area establishment, including the five marine ecoregions found in the Arctic. The creation of the majority of existing national parks in the Arctic proceeded hand-in-hand with land claim negotiations, as are all of the new national park proposals.

Second, Canada will continue to actively contribute to and support international efforts to address climate change in the Arctic, including both mitigation and adaptation



Fourth, Canada will contribute to strengthening Arctic science and the legacy of International Polar Year. Arctic science forms an important foundation for Canada's Northern Strategy, providing the knowledge necessary for sound policy and decision-making both on domestic and international issues. To ensure that Canada remains a global leader in Arctic science, the Government of Canada has committed to establishing a new world-class research station in the High Arctic that will serve Canada and the world, and work is proceeding on its development. The station will anchor a strong research presence in Canada's Arctic and to complement these efforts, Canada has also invested in upgrading existing research facilities in over 30 sites across the Arctic.

Canada made one of the largest single contributions of any country to International Polar Year and will be hosting its final wrap-up event in Montreal in April 2012. Canada is also taking a lead role in the Arctic Council's Sustaining Arctic Observing Networks project. Its purpose is to further international engagement in developing sustained and coordinated pan-Arctic observing and data-sharing systems, particularly related to environmental, social, economic and cultural issues.

# IMPROVING AND DEVOLVING GOVERNANCE: EMPOWERING THE PEOPLES OF THE NORTH

The Government of Canada is committed to providing Canadian Northerners with more control over their economic and political destiny. Canada is taking steps to endorse the United Nations Declaration on the Rights of Indigenous Peoples in a manner fully consistent with Canada's Constitution and laws. In recent decades, Canada's Northern governments have taken on greater responsibility for many aspects of their region's affairs. Progress is continuing in this area and represents another way in which Canada is exercising its sovereignty in the Arctic. Canada's North is also home to some of the most innovative, consultative approaches to government in Canada and the world. Through land claim and self-government agreements, indigenous communities are developing made-in-the-North policies and strategies to address their unique economic and social challenges and opportunities.

## We're committed to helping the region and its residents realize their true potential.

Prime Minister Stephen Harper, March 10, 2008, Yellowknife, Northwest Territories

Canada recognizes and values the important role Northern governments, Arctic Indigenous organizations at the Arctic Council (known as Permanent Participant organizations) and other Northerners have played, and will continue to play, in shaping Canada's international actions. Canada's Arctic foreign policy bolsters our domestic efforts for strong governance in the North in the following three ways.

First, Canada will engage with Northerners on Canada's Arctic foreign policy. Through the Canadian Arctic Council Advisory Committee, Northern governments and Indigenous Permanent Participant organizations in Canada

Third, Canada will provide Canadian youth with opportunities to participate in the circumpolar dialogue. The Canadian Arctic Council Advisory Committee chose three

through which we advance our Arctic foreign policy and promote Canadian Northern interests. It is a consensus-based, high-level intergovernmental forum that promotes the environmental, social and economic aspects of sustainable development and environmental protection in the Arctic region. The unique structure of the Council brings both the eight Arctic states and the six Arctic Indigenous Permanent Participants together around a common agenda—enhancing the strength and effectiveness of this unique multilateral forum.

Canada will engage with Northern governments and Permanent Participants to ensure that the Arctic Council continues to respond to the region's challenges and opportunities, thus furthering our national interests.

From Canada's perspective, the Council needs to be strengthened to ensure that it is equipped to address tomorrow's challenges. Canada will act on several fronts.

First, we will pursue a greater policy dialogue within the Council. The Council has traditionally played a strong role in science, research, monitoring and assessments, and the development of guidelines (e.g. for oil and gas) in some select areas. Canada will play a proactive role as the Council moves forward to encourage the implementation of guidelines, the development of "best practices" and, where appropriate, the negotiation of policy instruments. The current negotiation of a regional search and rescue agreement (the first ever attempt at a binding instrument under the rubric of the Arctic Council) will serve as an important test case and will inform the scope for future policy endeavours. Canada will also work to ensure that the research activities of the Council continue to focus on key emerging issues to ensure that solid knowledge underpins the policy work of the Council.

Second, Canada will lead efforts to develop a more strategic communications role for the Arctic Council. As the profile of the Arctic increases, the image of the Council and information about the broad range of cutting-edge work that it is doing need to

on-the-ground interaction and influence in the region. This Canadian International Centre for the Arctic Region is part of a broader concerted effort to support Canada's foreign policy goals and commercial linkages through analysis, advocacy and outreach—further enhancing Canada's presence on Arctic issues abroad.

#### CONCLUSION

Through our Arctic foreign policy, we will deliver on the international dimension of our Northern Strategy. We will show leadership in demonstrating responsible stewardship while we build a region responsive to Canadian interests and values, secure in the knowledge that the North is our home and our destiny.

Through our Arctic foreign policy, we are also sending a clear message: Canada is in control of its Arctic lands and waters and takes its stewardship role and responsibilities seriously. Canada continues to stand up for its interests in the Arctic. When positions or actions are taken by others that affect our national interests, undermine the cooperative relationships we have built, or demonstrate a lack of sensitivity to the interests or perspectives of Arctic peoples or states, we respond.

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Cooperation, diplomacy and respect for international law have always been Canada's preferred approach in the Arctic. At the same time, we will never waver in our commitment to protect our North.

The True North is our destiny...To not embrace its promise now at the dawn of its ascendancy would be to turn our backs on what it is to be Canadian...As Prime Minister Diefenbaker said...in 1961, 'There is a new world emerging above the Arctic Circle.' It is this world, a new world for all the peoples of the Arctic regions that we in Canada are working to build.'

Prime Minister Stephen Harper, August 2008, Inuvik, Northwest Territories