

supply in times of shortage. However, the FTA states that it is subject to the Emergency Sharing System (ESS) of the International Energy Agency (IEA). Under the ESS, Canada would likely be required not only to maintain its exports to other IEA countries but to increase them. While the upgrading requirement for uranium exports to the USA has been eliminated, the policy will continue to apply to all exports of Canadian uranium for end use in third countries such as Japan. Under the Agreement, Canada retains the ability to place restrictions on energy imports from third parties. As for foreign investment, the FTA should enhance investor confidence by creating a more stable trading environment. The existing Canadianization policies, laws and regulations in the energy sector have been grandfathered.