and Canada-United States Auto Trade balances are largely unchanged from those of the base case.

Enhances trace could also improve the exportability of Canadian energy resources through increased real activity in the United States or, because Canadian producers experience a comparatively large reduction in their input costs. Again, however, we have assumed that an agreement has no such effect and Canadian energy production (apart from oil) rises only to meet increased Canadian demand. Increased demand for oil is met through imports.

