

## Order Paper Questions

2.

Investing Countries	Number of Investment Proposals*	
	Acquisitions	New Businesses
United States	415	241
United Kingdom	90	47
West Germany	29	42
France	20	21
Switzerland	18	14
Italy	4	19
Sweden	13	10
Japan	9	13
Denmark	1	10
Netherlands	7	4
Australia	4	5
Hong Kong	1	6
Belgium	5	1
Liechtenstein	4	2
South Africa	—	4
India	1	4
Netherlands Antilles	—	3
Guyana	—	3
Luxembourg	3	—
Bermuda	3	1
Finland	—	2
Norway	1	2
Greece	—	1
Monaco	—	1
Mexico	1	—
Spain	—	1
Yugoslavia	—	1
Bahamas	—	1
Brazil	—	1
Panama	1	—
Haiti	—	1
Trinidad	—	1
Lebanon	1	1
Korea	—	1
Iran	—	1
Philippines	—	1
Malaysia	1	—
Non-Resident Canadian	1	—
Kuwait	1	—
Total	634	466

3.

	Number of Allowed Cases*	
	Acquisitions	New Business
Newfoundland	3	2
Nova Scotia	7	9
New Brunswick	7	4
Prince Edward Island	—	12
Quebec	85	57
Ontario	236	208
Manitoba	16	7
Saskatchewan	6	1
Alberta	62	35
British Columbia	44	33
Yukon/N.W.T.	—	—
Total	466	368

\* Acquisitions: period covered is April 9, 1974 to October 31, 1977  
 New Business: period covered is October 15, 1975 to October 31, 1977.

4. There are no complete statistics on capital spending to expand existing foreign-owned or controlled businesses in

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Canada. However on the basis of data on the extent of foreign ownership or control in particular industries, the results of the Survey of Capital Spending by larger firms, carried out by the Department of Industry, Trade and Commerce, and known and projected capital spending by all businesses, expenditures for the expansion or replacement of fixed assets by foreign-controlled businesses is estimated to be approximately as follows: 1974, \$7.4 billion; 1975, \$5.7 billion; 1976, \$7.0 billion 1977, \$8.1 billion.

5. Research and development expenditure commitments to which dollar figures can be assigned, given by investors whose proposals were allowed under the Foreign Investment Review Act to October 31, 1977 exceed \$30 million. A more precise answer to the question cannot be given as research and development benefits of many allowed transactions are not readily quantifiable. Frequently investors undertake to transfer technology to a Canadian business being acquired or established on favourable terms or otherwise support R and D activities in Canada. The amount shown above includes specific commitments to establish or expand research facilities but does not include in all cases the costs of continuing to operate such facilities. It includes an estimate of salaries of research professionals, in those cases where investors have undertaken to employ a specified number of such persons in research, but does not include any estimate of capital or other operating costs that would necessarily be incurred in such situations. In addition, the amount above does not include estimated R and D expenditures in those cases where investors have undertaken to spend a specified percentage of future gross revenues or sales for R and D. Commitments with respect to R and D expenditures or the transfer of technology were given in 295 allowed investments in the period from April 9, 1974 to October 31, 1977.

6. Planned investment under proposals that were allowed under the Foreign Investment Review Act to October 31, 1977 amounts to \$2,450 million.

7. The plans and undertakings of investors whose proposals were allowed under the Foreign Investment Review Act provide for the direct creation of 32,160 jobs. This figure includes a relatively small number of jobs retained as a result of allowed acquisitions in cases where those jobs would almost certainly have been lost if the acquisition had not been allowed to proceed. It does not include jobs that will be created indirectly, e.g. those that will be created in supplying industries.

8. Yes, the agency monitors and reviews compliance with all undertakings given by investors at appropriate intervals after allowance of the investment by the governor in council. Usually the monitoring begins one year after the government's decision to allow. However, where there are commitments to be fulfilled in a shorter period of time the investor is required to report on the fulfillment of those undertakings as soon as fulfillment is due. The agency seeks verification of investors' reports of their performance with respect to undertakings