

OTHER RESTRICTIONS AND MANY RESTRICTIONS WILL BE PHASED OUT.

UNDER THE PROCUREMENT PROVISIONS OF THE AGREEMENT, CANADIAN FIRMS WILL BE ABLE TO COMPETE FOR AT LEAST 4 BILLION DOLLARS IN ADDITIONAL U.S. GOVERNMENT PROCUREMENT.

QUITE APART FROM THE SIZE OF MARKETS AND VOLUMES OF TRADE AFFECTED, THIS AGREEMENT IS PRECEDENT SETTING IN THE RANGE OF ISSUES ON WHICH BINDING OBLIGATIONS HAVE BEEN EXCHANGED.

THE AGREEMENT ON SERVICES IS AN HISTORIC BREAKTHROUGH. FOR THE FIRST TIME AN INTERNATIONAL AGREEMENT WILL PROVIDE A CODE OR SET OF GENERAL DISCIPLINES COVERING A LARGE NUMBER OF SERVICE SECTORS. IT WILL PROVIDE THAT IN FUTURE THE TWO GOVERNMENTS WILL EXTEND THE PRINCIPLES OF NATIONAL TREATMENT, RIGHT OF COMMERCIAL PRESENCE AND RIGHT OF ESTABLISHMENT TO EACH OTHERS PROVIDERS OF SERVICES.

THIS AGREEMENT WILL ALSO BE A TREND SETTER IN THE AREA OF INVESTMENT. THE TWO GOVERNMENTS HAVE AGREED IN FUTURE TO GIVE EACH OTHERS INVESTORS NATIONAL