

American industry and to propose public policy measures and private initiatives to improve its competitiveness in domestic and foreign markets. The Governments of the United States and Canada also agreed to cooperate in the Uruguay Round of multilateral trade negotiations to create new export opportunities for North American automotive products.

Canada and the United States each shall endeavor to administer the Auto Pact in the best interests of employment and production in both countries.

Services

The Parties have agreed to complete a final text that lays out a set of disciplines covering a large number of services sectors. Principles of such a text would include national treatment, right of establishment, right of commercial presence, transparency and dispute settlement, all of which will apply to future laws and regulations governing trade and investment in covered sectors.

Both Parties have agreed to include in the services understanding, a provision for addressing future rollbacks in various sectoral areas on a mutually agreed basis.

The Parties will include sectoral annexes clarifying the application of the disciplines to architecture, tourism, and enhanced telecommunications and computer services. Subject to appropriate legal review by both parties, a similar annex would be included that clarifies the application of the agreement to future laws and regulations in the transportation sectors.

Both Parties have established specific understandings regarding the temporary entry of business persons and recognized professions and persons engaged in sales or aftersales service functions.

The Parties have agreed to an annex that would ensure the further development of an open and competitive enhanced telecommunications and computer services market by incorporating the following principles: