

- ° The process of examining the implications and applicability of concepts, principles and rules for particular sectors and specific transactions should begin as lists become available.

- ° Further work as necessary on the role of international disciplines and arrangements and on the question of definition and statistics.

- ° (The Group on Negotiations on Services, or GNS) should endeavour, by the end of 1989, to assemble the necessary elements for a draft which would permit negotiations to take place for the completion of all parts of the multilateral framework and its entry into force by the end of the Uruguay Round.

The Canada-U.S. Free Trade Agreement

No discussion of recent market development would be complete without commenting at least briefly on the Canada-US Free Trade Agreement (FTA) which came into effect January 1 of this year. In recognition of the important contribution of service industries to the prosperity of Canadians and the fact that Canada-US trade in services is substantial and growing, Canada and the United States have negotiated an unprecedented trade agreement with binding obligations in the services sector. Approximately 62 percent of Canada's global trade in services is with the United States. The value of Canadian service exports to the US amounted to \$10.9 billion