imports of clothing increase by 18.35 percent in Canada East, and by 19.46 percent in Canada West<sup>39</sup>.

TABLE 5					
Impact on Tr	ade Flo	ws for Select	ed Sectors*		
(Percentage cha	ange ove	r the base cas	ie)		
Scenario a: C	ET is se	t to USA MF	N rates.		
		Agriculture and Forestry	Food, Beverages and Tobacco	Textiles	Clothing
Canada East	EXP.	18.61	46.71	1.64	1.72
	IMP.	-1.10	133.30	9.08	18.83
Ontario	EXP.	19.89	57.36	1.25	1.11
	IMP.	-1.89	114.50	2.95	11.90
Canada West	EXP.	11.96	46.10	0.81	0.92
	IMP.	-0.24	147.40	6.18	20.01
USA	EXP.	3.45	19.27	-0.59	-0.48
	IMP.	3.96	10.04	-0.01	-0.07
ROW	EXP.	-3.56	6.11	1.48	0.96
	IMP.	0.44	0.43	0.20	0.16

## TABLE 6

Impact on Trade Flows for Selected Sec	ctors"	
(Percentage change over the base case)		

Scenario b: CET is set to the minimum of Canada-USA MFN rates.

		Agriculture and Forestry	Food, Beverages and Tobacco	Textiles	Clothing
Canada East	EXP.	13.58	46.96	1.95	1.89
	IMP.	8.05	131.50	8.67	18.35
Ontario	EXP.	13.01	57.37	1.70	1.47
	IMP.	5.41	114.20	2.76	11.59
Canada West	EXP.	10.06	45.97	1.32	1.21
	IMP.	9.27	147.20	5.84	19.46
USA	EXP.	4.01	20.52	-0.22	-0.11
	IMP.	37.49	8.54	-0.55	-0.58
ROW	EXP.	39.01	4.24	0.79	0.42
	IMP.	1.60	1.69	0.62	0.55
Interprovincial trade is not taken into account					

Following the elimination of remaining Canada-U.S. tariffs, international exports of food increase by 57.37 percent in Ontario and by 45.97 percent in

<sup>&</sup>lt;sup>39</sup> When inter-Canadian region imports are taken into account, the respective increases are 12.29 percent in Canada East and 4.52 percent in Canada West.