

provide nearly four times the capacity of any previous transoceanic cable system. The unit cost of the CANTAT-3 cable system will be lower than any existing transatlantic cable network for all types of services: digital, voice, data, video, narrowband, wideband or broadband.

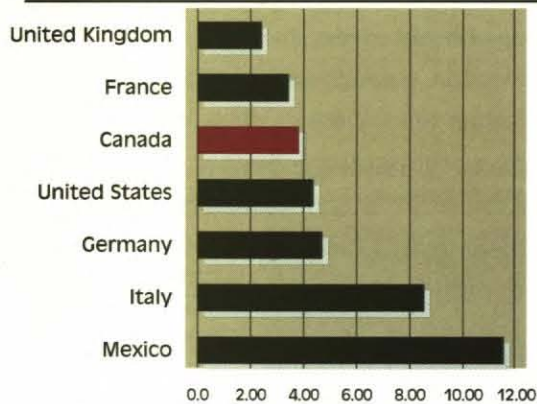
CANUS-1, the first undersea fibre optic cable connection between Canada and the U.S., is expected to be put into service simultaneously and interconnected at the Canadian terminal.

11. A LESS LITIGIOUS ENVIRONMENT

Perhaps because of its European traditions, Canada's legal environment and practices are less litigious than those in the U.S. Canadians prefer to negotiate mutually agreeable solutions rather than seek remedies and penalties through the courts. Every effort is made to provide business with the certainty and consistency it seeks.

When environmental damage or product liability awards are handed down by Canadian courts, they are generally lower and determined more quickly than in the U.S.

Competitive International Phone Rates
(cost of three-minute call, January 1993,
in Cdn \$)



Sources: National Utility Services, as quoted in the Economist, March 20, 1993; Telefonos Mexico.

Note: International calls are to New York, except for Canada and the U.S. which are to London.