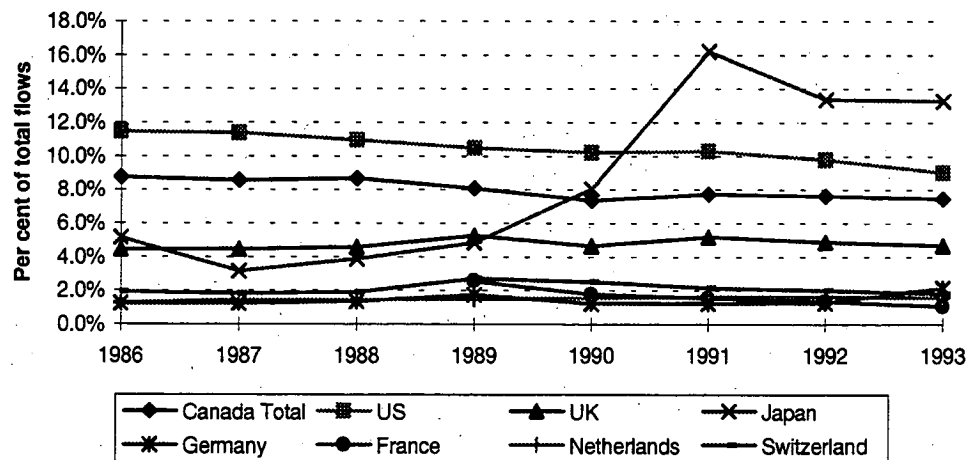


report, Canada captures by far the largest proportion of the total foreign direct investment in Japan (more than 13 per cent of total Japanese foreign direct investment since 1991). The United Kingdom is also a relatively important target for Canadian DIA, capturing more than 4.6 per cent of the total inflows of foreign direct investment into the United Kingdom in 1993.

Figure 11 Importance of Canadian DIA Outflows Relative to Total Foreign FDI Inflows to Selected Countries (Source: DealWatch)



The large trading and investment relationship between Canada and the United States is apparent in the *DealWatch* data, with Canadian DIA flows to the United States representing almost 10 per cent of the total foreign direct investment flows into the United States. However, the share of total U.S. foreign direct investment inflows that originate in Canada has been declining throughout the period as other countries invest relatively larger amounts into the United States. Canada represents less than 2 per cent of the overall foreign direct investment stocks in the other four countries covered by the report.

CDIA is primarily targeted at resource-intensive industries overall, which is not surprising given that this is an area where Canada has considerable experience