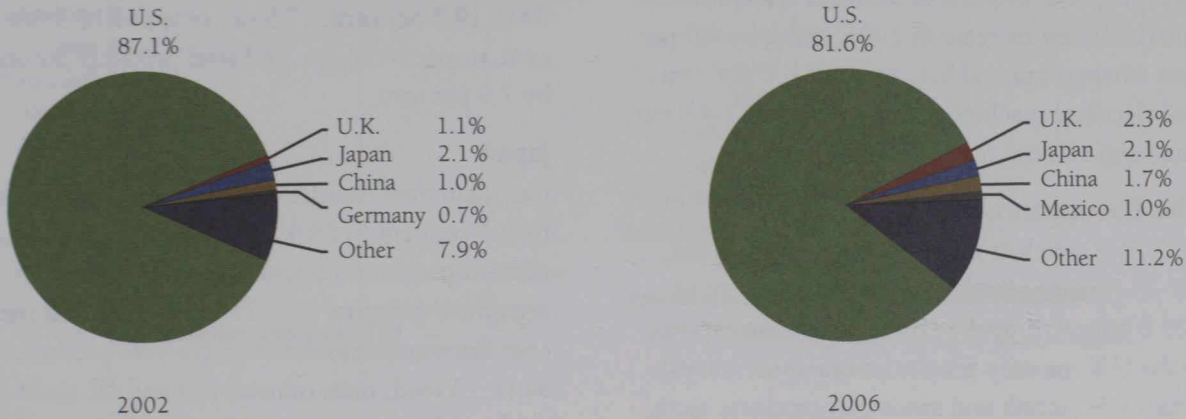


FIGURE 4-9
Major Merchandise Export Markets in 2002 and 2006



witnessed the fastest growth among the top-ten sources in 2006.

Merchandise trade by sector with selected major trading partners

The United States

In 2006, Canada's total merchandise exports to the United States decreased by 1.8 per cent to \$359.3 billion, with the U.S. share in total merchandise exports falling 2.2 per cent to 81.6 per cent. Canadian merchandise exports to the U.S. remain concentrated in three trade categories, mineral fuel and oil (23.4 per cent); motor vehicles and parts (19.6 per cent); and machinery (7.2 per cent), together accounting for about 50.2 per cent of all merchandise exports to the U.S. The share of Canada's top 10 exports amounted

to 72.1 per cent of all exports to the U.S. or \$259.1 billion. All top ten exports to the U.S. declined in 2006, with the exception of aluminum and iron and steel products which went up by 25.1 per cent and 1.9 per cent, respectively.

Canadian merchandise imports from the U.S. edged up 1.1 per cent to \$217.6 billion in 2006. At 54.9 per cent of all merchandise imports, the US share was down 1.6 per cent from a year earlier. Motor vehicles and parts, and machinery and equipment — both mechanical and electrical — accounted for 46.7 per cent of all merchandise imports from the US in 2006. The combined top-10 merchandise imports at the HS 2-digit level

FIGURE 4-10A
Top-10 Merchandise Exports to the U.S., 2006

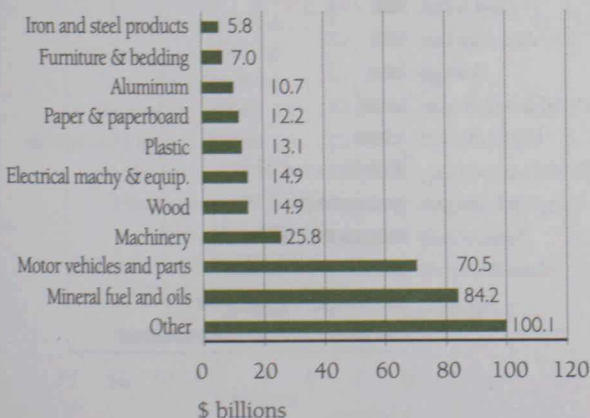


FIGURE 4-10B
Top-10 Merchandise Imports from the U.S., 2006

