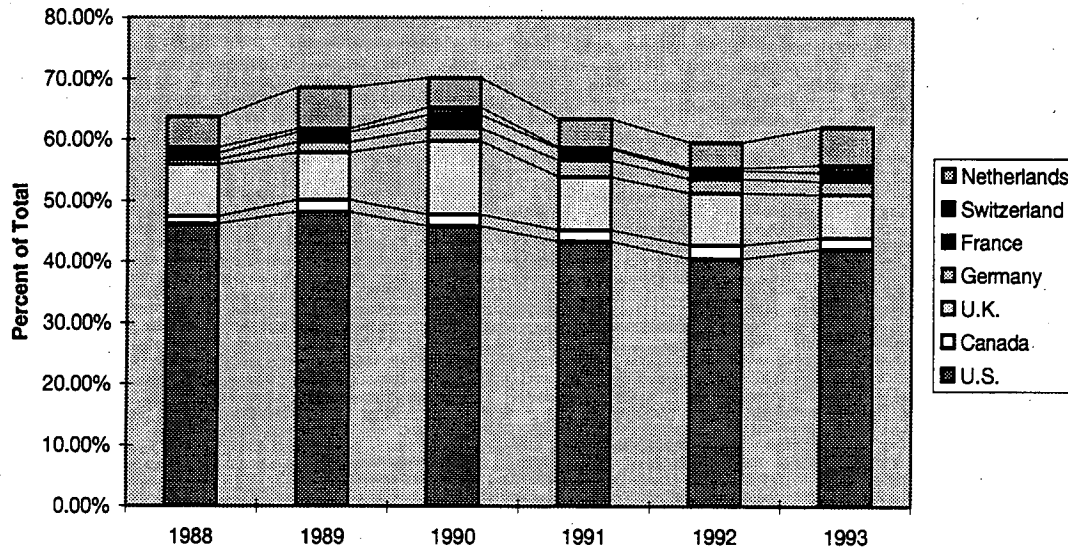


similar proportion of total Japanese DIA to Canada's proportion, with Germany receiving almost 3 per cent, France with 2 per cent, and Switzerland receiving less than 1 per cent of the total.

**Figure J-3 Japanese DIA to Selected Countries**  
 Source: Japanese Ministry of Finance, The Conference Board of Canada



The data in Figure J-3 also highlight the extent to which Japanese DIA is consistent over the study period. Corresponding data from the United States and United Kingdom revealed considerable year-to-year variance in DIA targeted at specific countries over the study period. Japanese DIA, on the other hand, flows consistently to each country, and this is reflected in relatively stable proportions over the study period. In particular, Japanese DIA flowing to Canada has remained stable at around 2 per cent of the total Japanese DIA for most of the study period.

Data on Japanese DIA by industry suggest that the Japanese invest primarily in resource-intensive industries globally. In fact, more than 60 per cent of the total investment outflows was concentrated in resource-intensive industries in each year between 1991 and 1994. The large Japanese DIA in resource-intensive industries globally is likely explained by the shortage of natural resources and raw materials available in Japan.