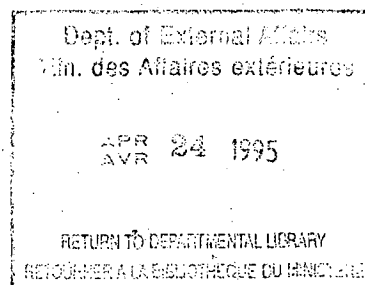


**CHANGING PARTNERS:
TRENDS IN CANADA'S REGIONAL ECONOMIC RELATIONS**

Executive Summary	4
Résumé	5
1. Introduction	7
2. The Shifting Tide: Changing Export Markets	7
2.1 Asia-Pacific	9
2.2 Japan	10
2.3 Europe	11
2.4 Latin America	12
2.5 The Persian Gulf	14
2.6 The United States	14
3. Financing our Debts: Foreign Portfolio Investment in Canada	15
4. Foreign Direct Investment	19
5. Technology	21
5.1 Patents	21
5.2 Research and Development	22
6. Canadian Direct Investment Abroad	23
7. Canadian Portfolio Investment Abroad	24
8. Business Services Exports	27
9. Tourism	28
10. Trade Policy Partnerships	29
11. Conclusions	31
Annex: The Limitations of Economic Statistics	33



43-271-875