

average annual growth rate in the value of direct investment from Canada to Japan has been 15.1%.<sup>10</sup>

Direct investment from Japan to Canada in 2006 was US\$6,818 million (equivalent to approximately 1.5% of Japan's direct investment position abroad), while direct investment from Canada to Japan was US\$2,284 million (equivalent to approximately 2.1% of Japan's inward direct investment position). From Japan's perspective, although the total value of inward direct investment is low, Canada is an important source of investment in Japan. The scale of its investment is, however, by no means large (see Table 3.5).

**Table 3.5: Japan's International Investment Position by Region**

The Position of Foreign Direct Investment in Japan				
Million US\$	1996		2006	
	Value	%	Value	%
All countries	29,942		107,663	
United States	15,394	51.4	41,989	39.0
European Union	7,215	24.1	39,625	36.8
Canada	562	1.9	2,284	2.1
Rest of the world (ROW)	6,771	22.6	23,765	22.1

  

The Position of Japan's Direct Investment Abroad				
Million US\$	1996		2006	
	Value	%	Value	%
All countries	258,653		449,680	
United States	94,336	36.5	156,411	34.8
European Union	43,569	16.8	118,852	26.4
Canada	3,545	1.4	6,818	1.5
ROW	117,203	45.3	167,599	37.3

Source: Japan External Trade Organization (JETRO).

<sup>10</sup> Source of the data for this paragraph: Japan External Trade Organization (JETRO).