TABLE OF CONTENTS

EXECUTIVE SUMMARY

I.	INT	RODUCTION	1
II.	THE RELATIONSHIP OF EC COMPETITION POLICY TO THE THE EUROPE 1992 INITIATIVE		3
	1. 2.	The Community Rules on Competition Between Companies EC Competition Policy on State Aids	3 5
	3.	Competition Advocacy and Europe 1992	6
III.	THE	EC MERGER CONTROL REGULATION	7
	1.	EC Merger Control Before December 1989	7
	2.	The Provisions of the Merger Control Regulation	9
		2.1 Activity Covered by the Regulation	9
		2.2 The Allocation of Jurisdiction Under the Regulation	10
		2.3 The Criteria for Assessing Concentrations	11
		2.4 The Procedure of Investigations	12
		2.5 Powers of Decision of the EC Commission	14
	3.	The Implications of the Merger Control Regulation for Canada	1.5
	•	3.1 The Coverage of Canadian Business Activity Under the Regulation	15
		3.2 Implications of the Timing of Investigations	16
		3.3 The Implications of the Regulation for the Overlap of Merger Control in the EC	17
		3.4 Implications Relating to the Analysis of Mergers Under the Regulation	18
		3.5 EC Relations With Other Countries Under the Regulation	20
IV.	EC COMPETITION POLICY ON STATE AIDS AND EUROPE 1992		21
	1.	The Nature and Extent of State Aids in the EC	21.
	2.	Measures for Strengthening EC Competition Policy	23
		on State Aids	
		2.1 The Redirection of Enforcement Policy on State Aids	23
		2.2 The Framework on Aid to the Motor Vehicle Industry	24
		2.3 Measures to Control Aid to State-Owned Companies	26
		2.4 Other State Aids Initiatives	27
	3.	The Implications for Canada of EC Efforts to Strengthen the	29
	•	Controls on State Aids	