THE NORTH AMERICAN FREE TRADE AGREEMENT (NAFTA)

The NAFTA expands Canada's free-trade area of 270 million people into a market of 360 million — a market larger than the population of the 15 countries of the European Union and one with a total North American output of \$7 trillion.

Mexico is Canada's most important trading partner in Latin America. Two-way merchandise trade with Mexico exceeded \$5.5 billion in 1994 and is expected to exceed \$7 billion by the end of the decade.

Canadian direct investment in Mexico is growing rapidly, increasing from \$452 million in 1992 to over \$1.2 billion in 1994.

This guide has been prepared with the problems inherent to the new exporter in mind. However, it is not exhaustive. The differing circumstances, interests and needs of individual companies will influence their strategies for the Mexican market.

Further assistance can be obtained by addressing requests to the International Trade Centres (see Where To Get Help) or contact the InfoCentre at:

Tel.: 1-800-267-8376 or (613) 944-4000 Fax: (613) 996-9709 FaxLink: (613) 944-4500 InfoCentre Bulletin Board (IBB): 1-800-628-1581 or (613) 944-1581

TABLE OF CONTENTS

Public Transit in Mexico	1
MEXICO'S TRANSPORTATION INFRASTRUCTURE	8
History	. 8
Roads	9
Railways	10
Urban Transit Systems	10
THE BUS AND RAIL SECTOR	11
Intercity Rail	12
Urban Rail	12
Mexico City	13 _.
Monterrey Guadalajara	14
	14
Urban Bus Systems Mexico City	14
Monterrey and Guadalajara	17
Bus Services In Other Cities and Rural Areas	18
Intercity Bus System	18
THE ROLE OF IMPORTS	19
Customers	20
Intercity Rail Customers	20
Mexican National Railway	20
The Atchison, Topeka and Santa Fe Railway Company	21
Union Pacific Railroad	- 21
Southern Pacific Lines	22
Urban Rail Customers	22
Subway System in Mexico City	22
Grupo Mexicano de Desarrollo-Rioboo-Bombardier-Concarril	23
Commission for Urban Transportation Works Electrical Transportation Authorities of Mexico City	23 23
Guadalajara Urban Transit Authority	. 24
Monterrey Public Transit Authority	24
Bus Customers	24
Mexico City's Urban Bus System	25
Private Bus Concessions in Mexico City	26
School and Fleet Buses	26
Competition	26
Mexican Bus Producers	26
Mexicana de Autobuses	27
Diesel Nacional	27
Mercedes-Benz de México	28
Body Manufacturers	28
Mexican Rail Product Producers	29
Bombardier-Concarril	29
Construcciones y Auxiliar de Ferrocarriles (CAF)	29

