

*(pollution haven investment) is unlikely to be a significant problem.*

*-- Mechanisms will exist to ensure that the relationship between trade and the environment will continue to be addressed.*

***Why did the committee only look at the environmental impact on Canada, and not all of North America?***

*-- Each of the countries is responsible for its own environment and thus for making its own review.*

*-- The review does look at the North America-wide impact when dealing with environmental effects that cross borders.*

*-- Canada would not appreciate another country telling us what the effect of the NAFTA would be on our environment. We respect the right of other countries to do their own review.*

*-- As a result of the NAFTA, there will be greater environmental co-operation. The three countries have established mechanisms to further environmental co-operation, including the planned establishment of a trilateral Environment Commission.*

***Why wasn't the Canada-U.S. Free Trade Agreement subjected to an environmental review?***

*-- The FTA went into effect in 1989. The government's environmental review policy was announced in 1990.*

*-- What has been achieved in the NAFTA effectively makes the FTA more environmentally sensitive.*

*-- As the NAFTA incorporates the FTA, the environmental provisions of the NAFTA now apply to our single largest trade relationship.*