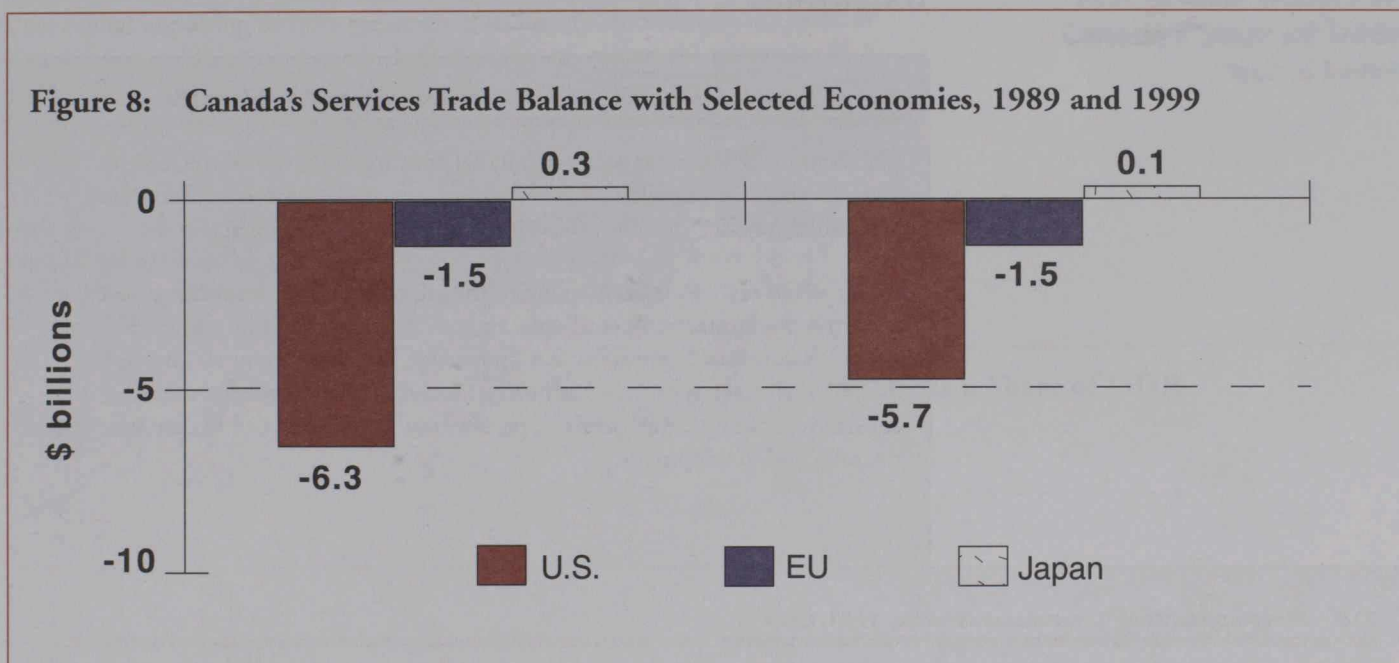


With these developments, Canada's deficit in services trade with the U.S. and the EU fell, while the surplus with Japan was maintained, as shown in Figure 8.



Source: Statistics Canada, *Canada's Balance of International Payments*, Catalogue no. 67-001-XPB, 1st Quarter 2000.

Developments in Canada's Services Trade

Canada's exports and imports of services have risen at a steady pace over the last two decades. As a share of GDP, Canada's services exports rose to 5.4 percent in 1999 from 3.4 percent in 1989-1992 and 4.4 percent in 1993-1996. Services imports, which have been growing more slowly, have also expanded their share of GDP; in this case, however, the expansion has been minimal — from 4.9 percent in 1989-1992 to 5.8 percent in 1993-1996 and to 6 percent in 1999.

Table 13: Average Annual Trade in Services, 1960-1999

	1960-1969	1970-1979	1980-1989	1990-1999	1997	1998	1999
\$ millions							
Total exports of services	1 543	4 381	13 867	35 025	42 207	48 848	51 755
Total imports of services	1 984	6 588	19 284	45 067	51 270	55 809	57 824
%							
Share of services in total exports	13.8	10.9	10.9	12.7	12.3	12.3	12.6
Share of services in total imports	18.0	16.6	16.1	17.0	15.6	15.5	15.0

Source: Statistics Canada, *Canada's Balance of International Payments*, Catalogue no. 67-001-XPB, 1st Quarter 2000.

