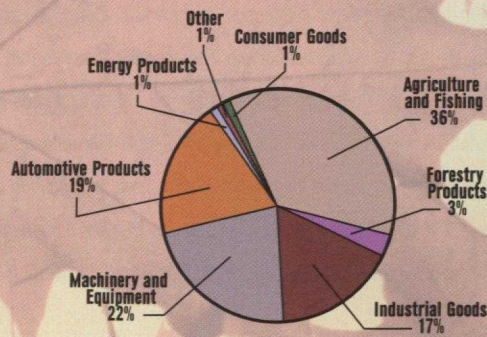


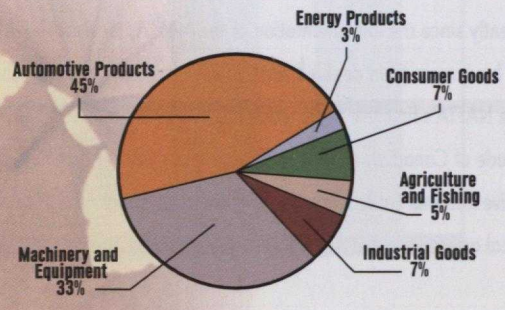


Composition of Canadian Merchandise Trade with Mexico, 1998

Exports to Mexico



Imports from Mexico



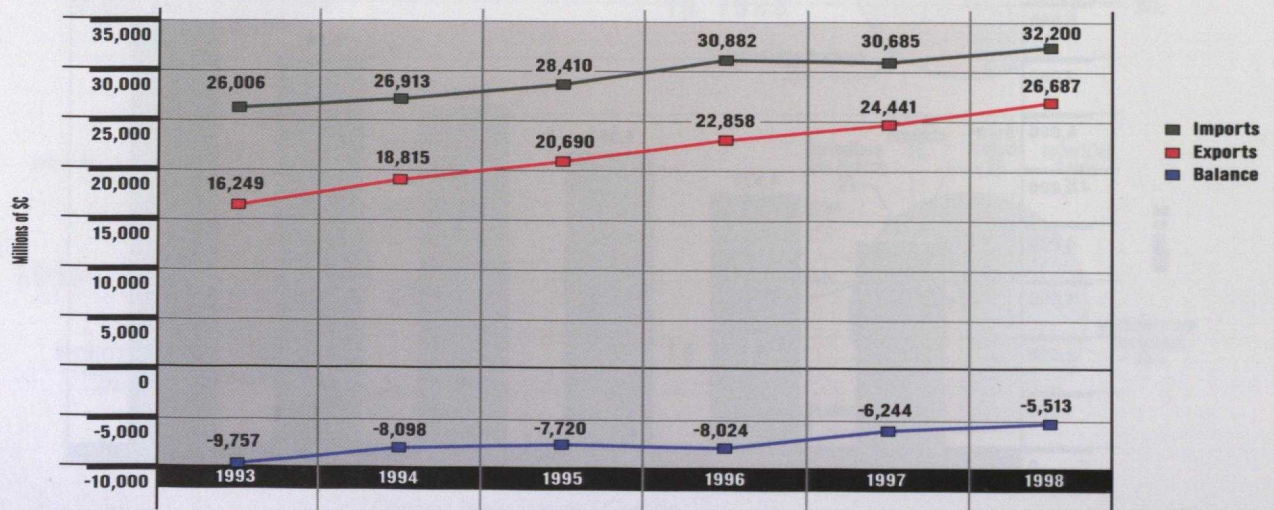
Customs Basis, Statistics Canada

Trade in Services

The NAFTA expanded the extent of coverage under the Canada-U.S. FTA to include virtually all aspects of cross-border trade in services. The Agreement also provides for enhanced access and for fair, transparent and non-discriminatory treatment in the provision of cross-border services between the NAFTA members. As well, the NAFTA ensures that Canadian business travelers can count on improved access to the United States and Mexico in order to pursue the business opportunities created by the rest of the Agreement. It sets out the governing principles and rules under which citizens of each country may have temporary access to the other countries to pursue business opportunities without meeting a labour market test.

The value of the two-way trade in services (such as travel, freight and shipping and commercial fees) between Canada and the United States has almost doubled since the Canada-U.S. FTA was concluded in 1988, growing to \$58.9 billion in 1998. Over the five-year period following NAFTA

Canadian Trade in Services with the United States



Balance of Payments Basis, Statistics Canada