Table of Contents

				Page
Ex	Executive Summary/Résumé			
1.	Introduction			11
2.	Trade and Economic Growth			13
3.	Trade and Investment			15
	3.1	3.1 Trade and Investment Linkages: Causality		
	3.2	Direct Investment Impacts on the Balance of Payments		17
		3.2.1	Host Country Impacts	17
		3.2.2	Home Country Impacts	18
	3.3	Expand	ling the Trade and Investment Linkages	20
		3.3.1	Foreign Direct Investment-Related Trade	20
		3.3.2	Local Sales and Purchases by Foreign-owned Firms	22
		3.3.3	An Alternative Trade Performance Measure	23
4.	Globalization and Trade-Investment			25
	4.1	Foreign	n Direct Investment Boom	25
5.	Intra-Firm Trade			30
6.	The Canadian Experience			34
	6.1	Foreign Direct Investment in Canada		
	6.2	6.2 Canadian Direct Investment Abroad		39
	6.3	Researc	ch Activities	42
		6.3.1	Globalization Information in Statistics Canada	42
		6.3.2	Related Analysis and Policy Issues	43
7.	Policy Considerations			44
	7.1 Canada as a Host Country Attracting FDI			44
	7.2	Canada	as an Outward Investing Country	45
	7.3	Canada	as a Trading Nation in World Markets	46
8.	Annex: An Ownership-Based Trade Measure			48
9.	Bibliography			54