

**F**or those who plan to invest in Canada, these facts add up to unprecedented long- and short-term advantages.

**T**he Free Trade Agreement provides new and highly inviting opportunities for investors, including:

- more secure access to the U.S. market
- freer trade in services
- liberalized conditions for cross-border investments

In turn, these changes are resulting in:

- a more flexible and innovative Canadian economy
- a boost in Canadian real income
- lower cost of intermediate goods imported from the U.S.
- the exploitation of economies of scale
- lower consumer prices
- an expectation of 120 000 net new jobs by 1993

### ***PROVISIONS OF THE AGREEMENT***

Under the Free Trade Agreement, investors benefit from the principal provisions for tariff removal, a substantial reduction in non-tariff barriers and a trail-blazing extension of rules into such areas as trade in services.

**T**he agreement took effect on January 1, 1989. At that time, tariffs were completely removed on about one-sixth of dutiable bilateral trade, including items such as computers and fresh frozen fish of Canadian or American origin.

**A**t the same time, tariffs were reduced (by 20 per cent) on an additional one-third of dutiable-traded goods, including machinery, paint, furniture, paper and paper products, hardwood plywood, petroleum and after-market auto parts. Each succeeding year on