

I. CANADIAN COMPANIES WITH INTERESTS IN SOUTH AFRICA

The trend towards disinvestment of South African interests by Canadian firms continued in the early period of this report, when Sternson S.A. (Pty) Ltd., purchased the remaining interests of its Canadian parent, and Bayer Foreign Investments Ltd. of Toronto transferred its South African interests to the European parent. This disinvestment was balanced, at least nominally, by that of two Canadian companies, one in the mining sector and one in the food sector. These latter investments along with three other recent ones will be dealt with more fully in later sections.

Table I below lists the disinvestments occurring from 1986 and Table II (next page) shows the Canadian enterprises with holdings in South Africa up to September 24, 1993, and to which the Code applied.

Table I

DISINVESTMENT OF SOUTH AFRICAN INTERESTS BY CANADIAN COMPANIES

<u>1986</u>		<u>1988</u>	
1.	Alcan Aluminum Ltd.	1.	JKS Boyles International Inc.
2.	Bata Ltd.	2.	National Business Systems Inc.
3.	Dominion Textile Inc.		
4.	Jarvic Clark Co. (CIL)		
<u>1987</u>		<u>1989</u>	
1.	AMCA International Ltd.	1.	Qit-Fer et Titane Inc.
2.	Champion Road Machinery Ltd.		
3.	Chempharm Ltd.		
4.	Cobra Metals & Minerals Inc.		
5.	Cominco Ltd.		<u>1990</u>
6.	DelCan Ltd.		
7.	Falconbridge Ltd.		
8.	International Thomson Org. Ltd.		
9.	Joseph E. Seagram & Sons Ltd.		<u>1991</u>
10.	Moore Corporation		
11.	Ford Motor Co. of Canada Ltd. (Completed in 1988)	1.	Varity Corporation
<u>1992</u>			
1.	Sternson Ltd. ³		
2.	Bayer Foreign Investments Inc. ⁴		
3.	Menora Resources Inc. ⁵		

³Subsidiary purchased Canadian interest

⁴Transferred interests to parent company on 14/11/92.

⁵Dormant.

Table II

CANADIAN ENTERPRISES WITH SOUTH AFRICAN AFFILIATES (At September 24, 1993)

1. Bocknek Ltd. (Rexdale, Ontario)
2. Cott Corporation (Mississauga, Ontario)
3. Dundee Bancorp (Mississauga, Ontario)
4. Government of Canada, Dept. of External Affairs (Ottawa, Ontario)
5. Northern Telecom Ltd. (Mississauga, Ontario)
6. Unican Security Systems Ltd. (Montreal, Quebec)

The number of active Canadian firms has stabilized at five or six for the entire period from 1988. The decline in the number of Canadian companies involved in South Africa in the sanctions' period had reduced the value of direct Canadian investment there to an amount of \$17.0 Million for 1991, which, in anticipation, of positive developments, grew to 37 Million in 1992 and can be estimated for 1993 to have increased, on conservative estimates, to something of the order of \$50 Million.

The level of Canadian commercial investment in South Africa, for the last 10 years, is given in Figure 1 (next page); it fell from \$250 Million in 1981 to a low of \$8.0 Million by 1988, and in its direction now represents a significant retreat from manufacturing and processing. The data provided in this figure is revised from that given in the December 1991 report.