

lead to the development of recommendations to members and provide for monitoring implementation. Canada, Mexico and the U.S., for their part, have agreed in the NAFTA to a comprehensive and transparent investment framework (Chapter 11) that should help to ensure that North America remains an attractive site for international investment.

Against a background of increasing pressure to open up domestic markets to trade and competition for direct investment, Canada should continue to support and promote multilateral trade liberalization policies and increased transparency in international FDI policies. The establishment of an FDI policy review mechanism similar to the GATT Trade Policy Review would focus attention on international FDI policies with the objective of increasing transparency.