

Canadians' NAFTA fears rise as Trump sours on dairy, poll finds



Donald Trump's campaign pledge to renegotiate the North American trade deal with Canada and Mexico will shift from an abstract political promise to a formal negotiation with high stakes for all three countries when officials meet for the first round of talks Aug. 16 to 20 in Washington.

EVAN VUCCI/THE CANADIAN PRESS

BILL CURRY > OTTAWA AUGUST 6, 2017

FOR SUBSCRIBERS

Canadians are increasingly concerned about the renegotiation of the North American free-trade agreement as U.S. President Donald Trump's rhetoric has shifted from suggestions of a tweak to slamming Canadian dairy policy as a disgrace.

A new Nanos Survey found fewer than half of Canadians – 46 per cent – now feel confident or somewhat confident that Canada can protect its interests in the negotiations, which begin this month in Washington. That's down from 59 per cent in a February survey.

"What the research is showing is that as the NAFTA discussions are becoming more pointed and more substantive in terms of content, the level of confidence has slid," said pollster Nik Nanos, who conducted the survey for The Globe and Mail.

STORY CONTINUES BELOW ADVERTISEMENT

Read more: NAFTA, Trump and Canada: A guide to the trade file and what it could mean for you

Read more: The NAFTA fight: How Canada can win

Mr. Trump's campaign pledge to renegotiate the North American trade deal with Canada and Mexico will shift from an abstract political promise to a formal negotiation with high stakes for all three countries when officials meet for the first round of talks Aug. 16 to 20 in Washington

market access to Canadian dairy, wine and grain sectors as a priority, as well as expanding the existing NAFTA deal to include a chapter on the digital economy.

In advance of the negotiations, Foreign Affairs Minister Chrystia Freeland recently expanded Canada's diplomatic team in the United States and announced a NAFTA council of outside advisers who will provide regular advice to the government during the negotiations. The 13-member council includes former interim Conservative leader Rona Ambrose; former Conservative industry minister James Moore; veteran NDP strategist Brian Topp; and a mix of senior business, labour and diplomatic leaders.

Recently leaked transcripts of a late January phone call between Mr. Trump and Mexican President Enrique Pena Nieto revealed that Mr. Trump's trade focus was clearly on Mexico, not Canada.

"Canada is no problem," Mr. Trump told Mr. Pena Nieto, according to a transcript published by the Washington Post. "We have had a very fair relationship with Canada. It has been much more balanced and much more fair. So we do not have to worry about Canada, we do not even think about them."

STORY CONTINUES BELOW ADVERTISEMENT

Those comments were consistent with the administration's public comments to Canada at the time. When Prime Minister Justin Trudeau first met with Mr. Trump in Washington in February, the President said he was only looking to "tweak" the trade deal and that he wanted a stronger trading relationship with Canada.

Mixed messages have since followed. Mr. Trump attacked Canada in April, telling a Wisconsin audience that "what they have done to our dairy farm workers, it's a disgrace."

The U.S. negotiating objectives released in July were vague in terms of U.S. plans on agriculture policy, but they did say the United States "will work to eliminate unfair subsidies, market-distorting practices by state-owned enterprises, and burdensome restrictions on intellectual property."

The United States is also calling for the elimination of Chapter 19, a trade-dispute panel that is viewed as crucially important to the Canadian government.

The Nanos survey in late July asked participants whether they are confident, somewhat confident, somewhat not confident or not confident that Canada can protect its economic interests if the North American free-trade agreement is renegotiated.

The response found 13 per cent were confident; 33 per cent were somewhat confident; 27 per cent were somewhat not confident; and 22 were not confident. The results marked a clear deterioration in confidence since February, when Nanos asked the same question.

STORY CONTINUES BELOW ADVERTISEMENT

In February, 20 per cent said they were confident; 39 per cent said they were somewhat confident; 21 per cent said they were somewhat not confident; and 16 per cent said they were not confident.

The July survey also shows that Canadians are almost evenly divided on whether or not they agree that Canada has a lot of leverage or bargaining power in the negotiations to protect Canadian interests. Thirty-seven per cent said they somewhat agree with that view and 13 per cent say they agree. Alternatively, 30 per cent said they somewhat disagree and 16 per cent said they disagree.

A third question found that 47 per cent of Canadians say it is better if Canada forms a united front with Mexico to support and defend each other's interests during the talks. In contrast, 37 per cent of Canadians surveyed believe that it is better for Canada to solely pursue its own interest.

"It's pretty clear that Donald Trump's personal preference, just as a negotiator, is to have bilateral discussions – basically a divide and conquer. What the survey shows is that Canadians believe that we will have a better outcome if we have some sort of united front with Mexico," said Mr. Nanos. "I think this probably speaks to the underling view that 'Canada vs. US,' we are just kind of outgunned in terms of heft. By co-operating and collaborating with Mexico and engaging the U.S. on modernizing NAFTA, it gives us a little more leverage than we would have on our own."

BILL CURRY > PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from North Bay, Ont., Bill reports on a wide range of topics on Parliament Hill, with a focus on finance. MORE > @CURRYB MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	an omnibus survey. The margin of error for a random survey of 1,000 Canadians is plus or minus 3.1 percentage points, 19 times out of 20.
Video: Three issues likely to be key for Canada in NAFTA negotiations (THE CANADIAN PRESS) FOLLOW BILL CURRY ON TWITTER © CURRYS OR REPORT AN ERROR © LICENSING OPTIONS ABOUT THE AUTHOR BILL CURRY > PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from North Bay, Ont., Bill reports on a wide range of topics on Parliament Hill, with a focus on finance. MORE > @ CURRYS MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •—	
FOLLOW BILL CURRY ON TWITTER © LICENSING OPTIONS ABOUT THE AUTHOR BILL CURRY D PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from North Bay, Ont., Bill reports on a wide range of topics on Parliament Hill, with a focus on finance. MORE) @ CURRY B MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight —	1:59
REPORT AN ERROR © LICENSING OPTIONS ABOUT THE AUTHOR BILL CURRY > PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from North Bay, Ont., Bill reports on a wide range of topics on Parliament Hill, with a focus on finance. MORE > CURRYB MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	(THE CANADIAN PRESS)
ABOUT THE AUTHOR BILL CURRY > PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from North Bay, Ont., Bill reports on a wide range of topics on Parliament Hill, with a focus on finance. MORE > @CURRYB MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight	
BILL CURRY > PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from North Bay, Ont., Bill reports on a wide range of topics on Parliament Hill, with a focus on finance. MORE > @CURRYB MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	① REPORT AN ERROR © LICENSING OPTIONS
MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	BILL CURRY) PARLIAMENTARY REPORTER AT THE GLOBE AND MAIL A member of the Parliamentary Press Gallery since 1999, Bill Curry worked for The Hill Times and the National Post prior to joining The Globe in Feb. 2005. Originally from
MORE ON THIS STORY NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	@CURRYB
NAFTA What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	78 COMMENTS
What the U.S. wants from NAFTA talks Canada has a secret weapon in the coming NAFTA fight •	MORE ON THIS STORY
	Canada has a secret weapon in the coming NAFTA fight •
'Don't worry about Canada': Trump talks trade in leaked phone call in January	'Don't worry about Canada': Trump talks trade in leaked phone call in January

1 There aren't 'many sides.' There is only one right side, and Trump is not on it		
2 Ronaldo banned for five games after pushing referee		
3 Canadian stocks may be set to rise from the dead		
4 Ottawa willing to alter NAFTA investor-state dispute process •		
5 Globe editorial: A lower alcohol limit for drivers is a smart move		
LATEST VIDEOS		
Video: Trump issues stronger statement against neo-Nazi protests in Virginia 🔳 1:56		
Video: Toronto anti-racism protesters denounce Charlottesville violence 1:28		
Video: Kenyans go back to work after election violence 1:10		
Video: Can't 'put a happy face' on world championship failure: Canada track coach ■ 1:44		
Video: People 'making too much' of Trump's Charlottesville comments: Sessions ■10:36		
Home	Life	
News	Arts	
Opinion	Sports	
Report on Business	Technology	
Globe Investor	Globe Drive	
Real Estate	My Watchlist	

Online Help | Privacy Policy | Terms and Conditions

© Copyright 2017 The Globe and Mail Inc. All Rights Reserved. 351 King Street East, Suite 1600, Toronto, ON Canada M5A 0N1 Phillip Crawley, Publisher