REPORT #5 89/10/06

QUARTERLY PROGRESS REPORT OF INVESTMENT PROMOTION PROGRAM AT MISSIONS ABROAD FOR FY 88 TRADE TRACKING PROGRESS REPORT OF INVESTMENT ACTIVITIES AND RESULTS

342 - TEL AVIV

ISRAEL

TRACKING:

ACTIVITIES UNDERTAKEN IN QUARTER RESULTS REPORTED

QUARTER: 1

PROMOTION OF PARTICIPATION IN J-V'S IN CANADA BASED ON CONTRIBUTION OF ISRAELI TECHNOLOGY. EQUITY IN EXCHANGE FOR TECHNOLOGY (RATHER THAN CAPITAL, WHICH IS CONTROLLED).

SERIES OF VISITS IN TERRITORY HAS HAD WIDER IMPACT THAN ANTICIPATED. POST RECEIVES SEVERAL ENQUIRIES PER WEEK FROM ISRAELI FIRMS ABLE AND WILLING TO INVEST CAPITAL AS WELL.

QUARTER: 2

Primarily passive.

4 Israeli firms investigating establishing Responding to enquiries. manufacturing facilities in Canada.

QUARTER: 3

Counselling Israeli businesses interested in setting up in Canada, or forming j-v's with Canadian partners.

Increased volume of interest as Israeli economy declines.

QUARTER: 4

plced ad in local newspaper offering counsel, information on establishing in Canada

availability of funding. -dissuades us from holding seminar tentatively planned