REPORT 4 89/10/10

## QUARTERLY PROGRESS REPORT OF EXPORT PROMOTION PROGRAM AT MISSIONS ABROAD FOR FISCAL YEAR 88 FORECAST OF KEY ACTIVITIES AND ANTICIPATED RESULTS STATED IN MISSION'S ANNUAL PLAN

POST : 427-MUNICH

008-TRANSPORT SYS, EQUIP, COMP, SERV. GERMANY WEST

PLANNING: ACTIVITIES PROPOSED IN POST PLAN:

ANTICIPATED RESULTS:

AUTOMOTIVE

TO HELP COBRA ENTERPRISES LTD., BURNABY, B.C., TO BREAK INTO GERMAN MARKET WITH ITS CAR/MOTORBIKE SECURITY SYSTEM.

TO ASSIST UNIC INT'L CORP., MARKHAM, ONT., TO DEVELOP DISTRIBUTOR-SHIP IN F.R.G. MARKET FOR ITS SPRAY GUN CLEANING SYSTEM.

TO INTRODUCE WEDGE CLAMP UNIBODY REPAIR SYSTEM TO B.M.W.AND OTHER GERMAN CAR MANUFACTURERS AND ASSIST COMPANY IN GAINING TUV APPRO-VAL FOR ITS EQUIPMENT.

ORGANIZE ONE MISSION OF CANADIAN PARTS MANUFACTURERS TO MEET WITH MAJOR GERMAN CAR MANUFACTURERS.

CONSULT F.R.G. AUTO MANUFACTURERS AND MONITOR REACTION TO FTA IN ORDER TO REACT QUICKLY WITH RECOMMENDATIONS FOR "REMEDIAL"ACTION, AS NECESSARY.

TO LOBBY VW GERMANY TO ENSURE TRANSFER OF A MAXIMUM OF VW DIE CASTING ACTIVITY TO CANADA I.E. TO CANADIAN SUPPLIERS.

O.E.M. SALES WITHIN 3 YEARS COULD REACH 10 MIO CDN\$.

SALES OF ABOUT 500,000 CDN \$ FOR THE FIRST 1 1/2 YEAR.

A) SALES CANNOT BE DEFINED AT THIS DATE. B)TUV APPROVAL

AN INCREASE OF UP TO \$8 MILLION/YEAR IN THE BUYING VOLUME OF VW, D-B AND BMW IN CDA IN THE 24 MONTHS FOLLOWING THE MISSION.

TO ENSURE THAT GERMAN CAR MANUFACTURERS WILL CONTINUE TO SOURCE IN CANADA AND NOT IN U.S.

CREATION OF UP TO 500 JOBS IN CANADA AND SALES OF CDN \$ 50 MIO ANNUALLY TO VW.

TRACKING:

ACTIVITIES UNDERTAKEN IN QUARTER:

QUARTER: 1 DISCUSSIONS HELD WITH BMW RE PURCHASE OF PLASTIC HORNS AND REAR LIGHT LENSES FROM CDN/ITALIAN J.V. COMPANY.

QUARTER: 1 COMPLETION OF A REPORT ON PROBLEMS OF DORNIER FAMILY WITH DAIMLER-BENZ AND THE FUTURE OF DORNIER GMBH

QUARTER: 2 Participation at Automechanika

QUARTER: 3 Co familiarization tour.

QUARTER: 4 ----

QUARTERLY RESULTS REPORTED:

RESULTS POSITIVE. BMW CURRENTLY TESTING THE HORNS AND HAS AGREED TO PLACE ORDERS IF THE PARTS MEET THEIR QUALITY STANDARDS.

REPORT SENT OFF TO OTTAWA TO ASSIST DEA AND DRIE OFFICIALS TO UNDERSTAND THE GERMAN AEROSPACE SECTOR.

14 companies were represented at the national stand. They reported Cdn \$533K on-site sales and project follow on sales at \$10 million. 7 distributors were also appointed

Visited 27 companies and government offices as part of familiarization tour.