

with the ASEAN region, it focuses on bilateral relations, agreements and initiatives between Canada and Indonesia, rather than the international and multilateral fora in which Canada and Indonesia are both active participants.

Section 2 describes the current macro-economic environment of Indonesia and highlights the successes and challenges raised by the country's efforts to modernize and liberalize its economy.

Section 3 provides an overview of Canada-Indonesia commercial relations against the background of Indonesia's global trade position and explains the evolution of trade between the two countries in terms of volume and composition. Canada's marketing efforts in Indonesia are

outlined with mention of some of the programs available to aid new export initiatives.

Section 4 describes Canada's development co-operation programs in Indonesia, including those of the International Development Research Centre (IDRC) and the Industrial Co-operation Program.

Section 5 identifies the agreements and arrangements which provide the basis for the continued expansion of economic and commercial ties between Canada and Indonesia. It also describes several initiatives currently underway in the sectors of co-operation highlighted in the development program for Indonesia, as well as provincial initiatives.