REPORT 4 88/07/27

QUARTERLY PROGRESS REPORT OF EXPORT PROMOTION PROGRAM AT MISSIONS ABROAD FOR FISCAL YEAR 87 FORECAST OF KEY ACTIVITIES AND ANTICIPATED RESULTS STATED IN MISSION'S ANNUAL PLAN

POST : 633-SANTIAGO

010-MINE, METAL, MINERAL PROD & SRV CHILE

PLANNING: ACTIVITIES PROPOSED IN POST PLAN:

MINERALS AND MINERAL PRODUCTS

MONITOR VERY CLOSELY CHILEAN EFFORTS IN PHOSPHATE MINING AS ANY PROJECT IN THAT SECTOR WILL NEGATIVELY AFFECT OUR EXPORTS.

ASBESTOS REPORT.

EQUIPMENT AND MACHINERY

ONGOING ACTIVITY IS TO ESTABLISH NEW AGENCIES FOR CANADIAN MANUFACTURERS

WE FOLLOW CLOSELY ANY NEW PROJECTS DEVELOPED BY CODELCO IN ORDER TO ADVISE CANADIAN FIRMS OF POTENTIAL. DEVELOP/MAINTAIN CONTACTS WITH CODELCO EXECUTIVES.

DEVELOP/MAINTAIN CONTACTS WITH EXECUTIVES RESPONSIBLE FOR LA ESCONDIDA COPPER MINE PROJECTS

THERE ARE THREE SULPHUR MINE PROJECTS BEING DEVELOPED BY CANADIAN MINING INVESTORS. WE WILL SUPPORT THEIR EFFORTS BUT WILL ALSO ENSURE THEY ARE BONA FIDE.

MINING REPORT

TRACKING: ACTIVITIES UNDERTAKEN IN QUARTER:

- QUARTER: 1 PREPARATION OF OUTGOING MISSION TO NORTH BAY, COBRE 87(MINING SYMPOSIUM AND SHOW), APCOMIN 88 A MINING COMPUTARIZATION SEMINAR AND SHOW, SUPPORT OF 3 CDN COMPANILES BIDDING ON CODELCO PROJECTS.
- QUARTER: 2 A)FINAL PREPARATION AND PARTICIPATION AT MINTEC; B)PREPARATION OF COBRE '87, INCLUDING SELECTION OF CANADIAN EXHIBITORS.
- QUARTER: 3 PREPARTION OF COPPER 87. FOLLOW UP ON MINTEC WITH CHILEAN INVITEES.

ANTICIPATED RESULTS:

PROTECTION OF CANADIAN PHOSPHATE EXPORTS

MAINTAIN SALES.

AT LEAST 2 AGENCIES ESTABLISHED PER QUARTER

OBTAIN CONTRACTS WITH CODELCO FOR CANADIAN COMPANIES

HAVE CDN COMPANIES INVOLVED IN PROJECT CONV-INCE EDC OF OFFERING CREDIT OF 200/300 M FOR PROJECT

SELL CANADIAN MINING EQUIPMENT.

INCREASE SALES.

QUARTERLY RESULTS REPORTED:

PREPARATIONS WELL UNDER WAY, 12 PARTICIPANTS CH-DSEN FOR OUTGOING MISSION & TWO OTHER ACTIVITIES ARE AT CO'S SELECTION STAGE, BIDDING STILL IN NEGOTIATIONS.

A)MINTEC WAS A GREAT SUCCESS, 12 CHILEAN EXECUTI-VES, INCLUDING 4 CODELCO VPS WENT TO CDA. TOO EARLY FOR DOLLAR RESULTS BUT POTENNTIAL INCREASE B)SO FAR 15 COS WILL PARTICIPATE, WE HOPE TO CONVINCE 5 MORE.

COPPER 87 HELD WITH SUCCESS. MORE THAN 500 PART. FROM 45 COUNTRIES. CDA WAS ONLY MAJOR EXHIBITOR WITH 20 COS. CODELCO VERY IMPRESSED WITH MINTEC & COPPER 87. POSTIVE RESULTS EXPECTED ON VARIOUS PROJECTS.