

/ol.10, No. 12

Wilson said.

Minister said.

added.

**Trade Business** 

**Plan Released** 

**By Wilson** 

The first-ever International Trade

Business Plan has been released by

Minister of Industry, Science and

Technology and Minister for Inter-

"This is a practical, hands-on

document that will help Canadian

businesses establish plans and

priorities for foreign market op-

portunities in the coming year,"

As a business tool, the Plan in-

cludes a list of 1992-93 government-

sponsored market development

activities in all major sectors and

"By presenting a cohesive Inter-

national Trade Business Plan to

industry, the provinces and the

public at large, the government is

helping to direct exporters and po-

tential exporters to promising

markets and outlining the federal

programs and activities that can

open doors to those markets," the

"The market development focus

of this Plan will also enhance ex-

porters' ability to take advantage of

the growing opportunities created

by the Canada-U.S. Free Trade

Agreement and the new markets

that will flow from a successful

North American Free Trade

Agreement and the Uruguay Round

of Multilateral Trade Negotiations.

"We are also issuing this Plan to

generate comment from business to

help ensure that our priorities and

objectives are in balance," Wilson

The Plan was developed in close

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all regions of the world.

national Trade Michael Wilson.

## **Telecommunications Market in** India Expanding Dramatically

"The telecommunications sector in India is booming." So says Rajesh Pilot, the Minister responsible, who adds, " telecom services today are not a luxury but a pre-condition for economic progress."

It is this attitude which explains why the entire telecommunications sector in India is set to expand dramatically --- offering export opportunities for small- and mediumsize Canadian companies.

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The expansion plan follows from the mid-1991 liberalization process that eliminated the monopoly of the public sector Indian Telephone Industries (ITI).

If current plans are translated to reality, the Department of Telecommunications (DoT) will, between 1992-1997, introduce 12.5 million new lines. By comparison, in the last 40 years, only 4.5 million lines have been added. This expansion will cost DoT an estimated Rs. 40,000 crore - Cdn\$20 billion.

Given that DoT is a revenue producing department (including earnings of crucial foreign exchange), and the phenomenal pentup demand, these targets do not appear unrealistic. Observes Pilot, "Even a peon today feels the need for a phone."

The broader objectives, to be accomplished by the year 2000, include:

20 million telephones and telex

connections on demand (requiring approximately Cdn\$500 billion of overall investment);

• at least one phone for every village;

• public payphones in urban areas within easy access of those who cannot afford their own phone;

• a network constructed so subscriber-dialled calls flow freely; and a voice and data network for the industry, compatible with similar international networks.

DoT wants the telecom industry to collectively produce a million lines next year and reach a capacity of five million lines per year by the end of the decade. ITI, which only produces about 500,000 lines per year, will be clearly unable to meet such a demand. Consequently, the large multinational corporations will be needed to fill the gap.

Already, Alcatel has formed a joint venture with Modi to manufacture digital switching exchanges. AT&T has combined with Tata Telecom to manufacture transmission equipment. Fujitsu has signed a Memorandum of Understanding with Punjab Electronic Development Corporation to produce electronic exchanges. Motorola, Ericsson and Siemens are all interested. Canada's Northern Telecom also has a

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