REPORT 4 88/07/27

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

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POST : 505-JAKARTA

OO8-TRANSPORT SYS, EQUIP, COMP, SERV. INDONESIA

PLANNING:

ACTIVITIES PROPOSED IN POST PLAN:

PAIL

EMBASSY IS PRESSING GOVERNMENT OF INDONESIA TO MAKE A DECISION ON ADDITIONNAL LOCOMOTIVES AND COAL CARS.

VISIT PADANG AREA TO REVIEW PROGRESS ON OMBILIN COAL MINE EXPANSION AND RELATED RAILWAY EXPANSION.

PREPARE REPORT ON PLANS FOR URBAN RAIL TRANSPORTATION SECTOR WITH OFFICIALS OF PUKA, DEPT OF COMMUNICATIONS, DKI JAKARTA.

AEROSPACE

ASSISTANCE IN THE PROMOTION OF ADDITIONAL SALES FOR 76, PT6T-3B TWIN PAC ENGINES.

PROMOTION OF CO-PRODUCTION OF WATER BOMBERS.

PROMOTION OF CANADAIR CLGO1 CHALLENGER

IDENTIFY POTENTIAL AREAS FOR COLLABORATION.

TRACKING:

ACTIVITIES UNDERTAKEN IN QUARTER:

QUARTER: 1 PRESS THE GOVERNMENT OF INDONESIA TO MAKE A DECISION ON PURCHASE OF ADDITIONAL LOCOMOTIVES

AND RAIL CARS.

QUARTER: 2 PRESS GOI TO MAKE DECISION ON PURCHASE OF

ADDITIONAL LOCOMOTIVES AND RAIL CARS

QUARTER: 3 CONTINUE TO PRESS GOI TO MAKE DECISION ON PUR-CHASE OF ADDITIONAL LOCOMOTIVES & RAILERS, &

STEEL RAIL.

QUARTER: 4 PRESS GOI TO MAKE DECISION ON PURCHASE OF ADDI-TIONAL LOCOMOTIVES AND RAILCARS, AND STEEL RAIL ANTICIPATED RESULTS:

\$38 MILLION.

POTENTIAL FOR CANADA TO FINANCE UP TO \$120 MIL PROJECT.

POTENTIAL SALE OF URBAN RAIL TRANSPORTATION SYSTEM (\$80 MIL).

ONGOING SUPPLY.

MAY BE LIMITED BECAUSE OF POSSIBLE TRANSALL CONVERSIONS FOR WATER-BOMBER ROLE.

INDETERMINATE.

EQUIPMENT SALES/JOINT VENTURE/LICENSING ARRANGEMENTS.

QUARTERLY RESULTS REPORTED:

GOVT OF INDONESIA HAS ACCEPTED CIDA/EDC C\$44.5 MILLION FINANCING PROPOSAL AND PROVIDED RAILROAD WITH AUTHORITY TO PURCHASE 265 RAILCARS AND 15 LOCOMOTIVES.

PURCHASE OF RAIL CARS PENDING AND PROSPECTS FOR LOCOMOTIVE SALES CONTINUE TO BE PURSUED.

NEGOTIATIONS ON THESE SALES IN CLOSING STAGES, & FAVOURABLE DECISIONS ANTICIPATED.

GOI DECISION TO PURCHASE ADDITIONAL LOCOMOTIVES AND RAIL CARS (SEE ATTACHED BUSINESS INFLUENCED FORMS).