REPORT 4 88/03/16

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

Page 4

POST : 401-ANKARA

007-POWER & ENERGY EQUIP. & SERV. TURKEY

TRACKING:

ACTIVITIES UNDERTAKEN IN QUARTER:

QUARTER: 1 VISIT BY ENERGY SECTOR MISSION (0)-FULL MISSION SUPPORT FOR VISITS TO SPO, TURKISH ELECTRIC AUTH-ORITY(TEK, STATE HYDRAULIC WORKS DEPT., MINISTRY OF ENERGY, ELECTRICAL SURVEY DEPT.

QUARTER: 2 -ASSIST FOSSILE-FUEL FIRED POWER PLANT BIDDERS WITH CANADIAN CONTENT. -INTEREST CDN FIRMS IN HYDRO PROJECTS IN NE TURKEY. -ASSIST KLOHN-LEONOFF WITH TORTUM II PROJECT.

QUARTER: 3 ASSIST IMPORTED COAL-FIRED POWER PLANT BIDDERS WHO HAVE CDN SUB-CONTRACTORS. ASSIST KLOHN-LEONOFF WITH TORTUM II HEPP PROJECT.

QUARTER: 4 ----

QUARTERLY RESULTS REPORTED:

MISSION WAS SUCCESS. ALL VISITS LED BY AT LEAST ONE OFFICER FROM POST. SEVERAL NEW SECTORS/OPPOR-TUNITIES WERE IDENTIFIED, INCLUDING SOUTH-EAST A-NATULIAN PROJECT (GAP) & TWO NEW LARGE POWER DA-MSIN NE TURKEY(ARTVIN & YUSUFELI.

-BECHTEL CONSORTIUM, INCL CDN COMBUSTION ENG., CAME 2ND; WILL GET LTR OF INTENT. -SNC & HYDRO QUEBEC HAVE FORMED TWO SEPARATE CONSORTIA WITH TUMAS & ELTEM-TEK RESPEC. AND WILL BID. -KLOHN LEONOFF WILL BE BIDDING PROJECT.

BECHTEL CONSORTIUM, INCLUDING CON COMBUSTION ENGINEERING, WAS RANKED 2ND & IS EXPECTING IN-VITATION FROM TURKISH GOV'T FOR FINAL NEGOTIA-TIONS IN EARLY 88 KLOHN LEONOFF HAS DECIDED TO FORM JV WITH ITS LOCAL TURKISH PARTNER.