SFRVING CANADIAN BUSINESS IN ISRAEL

Export Development Canada (EDC)—Canada's leading provider of trade finance and risk management services for exporters—is open for insurance and financing in Israel. With its local and foreign banks lending at competitive margins, Israel is rated as Investment Grade by three international rating agencies. EDC has lines of credit with three Israeli banks—United Mizrahi, Leumi and Hapoalim—and can be an important partner in supporting Canadian exporters in this highly commercial market. For more information, visit www.edc.ca

DFAIT's **Program for I** provides financial assista new markets abroad, for developing marketing st For more information, vi International Trade Cent

Canadian-Palestinian Framework for Economic Cooperation and Trade

Under the 1995 Paris Protocol of the Oslo Accord, Israel and the Palestinian Authority had agreed to the establishment of a customs union. The CIFTA applies to the area covered by this customs union, and thus gives duty-free benefits of the Agreement to goods produced in the West Bank and Gaza Strip.

Following Canada's expressed commitment to conclude a separate arrangement on trade with the Palestinian Authority, the Joint

Canadian-Palestinian Fra Trade was signed in 1999 the CIFTA, incorporatin intentions of both partie basis of free trade. Canad Ramallah to assist Canad more about doing busine

Upcoming Trade Shows

Trade shows in a variety of sectors offer Canadian companies excellent opportunities to exhibit their products. The following are just a few of the shows coming up in 2002. For other shows, visit www.israel-trade-fairs.com/2000/english/index.html

Hosting more than 300 exhibitors from Israel and abroad, the **Do-It-Yourself and Home Improvement Exhibition (DIY 2002)**—May 20-22, 2002, Tel Aviv—will showcase the latest equipment and products from one of the world's most impressive growth sectors. For more information, visit **www.diy-israel.com/**

Under the theme "Life International Biotechn June 9-12, 2002, Toront biotechnology product d visit www.bio2002.org/ii

Israel's telecommunication recent innovations at Tel Tel Aviv, November 4-7, www.telecom-israel.com

CIIRDF: Fostering Canadian-Israeli R&D Partnerships

With Israel's impressive research base, Israeli companies are ideally suited as R&D partners for Canadian firms. The Canada-Israel Industrial Research & Development Foundation (CIIRDF) was established in 1994 to promote collaborative R&D among firms in our two countries. Since its inception,

the governments of Israel \$1 million per year, to 20 and marketing of R&D of services, and provides fin information, visit the CI



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Available Market Reports*

Europe

Germany

- The Plastics and Rubber Machinery Market
- The Industrial Automation Market

Finland

• The Industrial Automation Market

Latin America and the Caribbean

Mexico

- Electric and Electronic
 Components Manufacturing
- * Produced by the Market Research Centre of the Canadian Trade Commissioner Service. To consult them, visit:

www.infoexport.gc.ca

ollowing three consecutive years of growth, the cloud hanging over the Italian construction industry since 1992 has finally lifted. The industry grew 1.8% in 1999, 3.6% in 2000 — output that year was over \$127.8 billion — and 2.5% in 2001. Despite certain economic and political concerns, the Association of Italian Building Contractors [ANCE] forecasts growth in 2002 of 2.3% — or more — if the Italian government adopts a series of proposed initiatives that will stimulate demand.

Market overview

There are indications of positive growth throughout the Italian construction industry.

Following a seven-year lull, investment in new residential buildings has resumed, bolstered by increasing immigration and a tight housing market in major cities. Investments in public works grew 5% in 1999, 3% in 2000 and 2.5% in 2001, but have not yet regained the high levels of 1991. Investment in commercial buildings is also on its way up.

Backed by government incentives, renovation work (excluding basic maintenance) accounts for more than 50% of the total investment in housing. This trend is likely to continue given the estimated 3,500 apartment buildings in need of major interventions due to age (36.5% are more than 40 years old) or poor construction (condominiums built in the 1960s for example).

Although concrete is the most popular building material, interest is growing in alternatives such as wood and steel structures. The breakdown for construction material in new housing is as follows: concrete mixed on site (69.5%); ready-made concrete (1.9%); bricks and stone (23.8%); and other materials, including wood (4.8%). The following breakdown is for new non-residential buildings: concrete (84.6%); bricks and stone (5%); steel (3.4%); steel/concrete (4.9%); and other materials (2.1%).

Undergoing renovation

Construction in Italy

Opportunities

Renewed growth in the Italian construction industry presents export opportunities for Canadian value-added building products.

Italians, increasingly concerned with environmental issues, expect housing standards to be environmentally friendly. The Italian government has offered citizens financial incentives to improve their homes and save energy, which has stimulated a demand for photovoltaic systems, acoustic insulation, higher earthquake tolerance in buildings, ventilation systems, heat and water recovery units, solvent-free paints and building systems made of wood.

Although the use of traditional technologies is still widespread in high-rise construction, more innovative and cost-effective systems, such as internal partitions in light-frame steel, have great potential.

Market access considerations

As part of the unification program to establish common standards for its member countries, the European Union has begun the lengthy process of regulating construction products and civil engineering structural design. In 2000, harmonized standards (www.cenorm.be/sectors/construction.htm) were

be/sectors/construction.htm) were issued for cement and geotextiles products, and in 2001, Structural Eurocodes were published for concrete, steel, timber, masonry and aluminum structures.

As an EU member, Italy is legally bound to apply the product standards, codes and certification approval process developed by the Union. Exporters to Italy must also consider the national standards and codes issued by the Italian National Bureau of Standards (www.uni.com) [UNI]. In order to determine which standards apply to their particular products, Canadian

exporters are advised to consult certification bodies or local distributors/agents that are officially recognized by the Italian government.

Canadian exporters should also note that the Italian construction and building products industry is composed predominantly of small companies with highly fragmented distribution systems. Very few firms or consortia operate on a multi-regional scale.

Useful Web sites

Trade shows in Bologna:

 International Exhibition on Interior Architecture, Building Renewal, Finishing [SAIEDUE] (annual) — March 20-24, 2002:

www.on-nike.it/SAIEDUE/

The International Building Exhibition [SAIE] (Italy largest annual building products trade show) — October 16-20, 2002:

www.bolognafiere.it/SAIE Organizations:

- Association of the Italian Building Contractors [ANCE]: www.ance.it
- Italian Association of Engineering Consulting Companies [OICE]:
 www.oice.it
- Association of Italian Ceramic Tiles and Refractories Manufacturers [ASSOPIASTRELLE]:

www.ceramictiles.it/

For opportunities in the construction market in Albania and Malta, contact Canadian Embassy, Rome, Commercial and Economic Section (Information Centre), e-mail: rome-td

@dfait-maeci.gc.ca

For more information, contact Lucia Tubaro, Business Development Officer, Canadian Consulate General, Milano, tel.: (011-39-02) 6758-3359, fax: (011-39-02) 6748-3900, e-mail: lucia.tubaro@dfait-maeci.gc.ca
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