The two ministers reviewed long-standing links between Canada and Peru in the field of air transportation, which is an important part of the economic relationship. In view of the increase in tourism to Peru, both ministers were agreed that the expansion of air transport between Canada and Peru would be welcomed by both countries on the basis of mutual benefit to their respective airlines.

The ministers discussed the present technical and financial co-operation programme being carried out with the Canadian International Development Agency (CIDA) and observed that ten projects are being executed in the sectors of food, telecommunication and transport, fisheries and education.

The ministers signed six new subsidiary agreements for technical co-operation for an amount of approximately Canadian \$ 10,000,000 (700 million soles). The following were signed:

- The investigation and production of a rapeseed crop, integrated to other crops cultivated in the highlands,
- Training programme for the forest development and the lumber industry project in Peru,
- The rationalization of the administration of transport systems and railway costs,
- Technical assistance to the state telecommunications company of Peru (Entel-Peru),
- The study and implementation of the sectorial system of statistical information, and
- Advisory services to the higher administration of the Ministry of Industry and Tourism in the development of the national iron and steel industry.

The ministers noted as well that the Government of Peru has presented to date the following requests to the Canadian International Development Agency: Metodologia de Maoejo de Cuencas; support to the higher professional education-Esep Tarapoto; livestock support-San the National Institute for Technological Investigation-ITINTEC; technical economical assistance to fish processing industry Cerper; the mining school of Junin; the swine raising complex EPS*; forestry Project E1 Chaupe EPS; soya processing EPS; and the Alpaca Peru Canada assured that his government is giving favourable consideration expressed the intention of his government to ratify the respective financial conditions.

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