

facility and newsprint production at Port Mellon, British Columbia. In addition, two other plans have been announced: 1) Daishowa announced its plan to build a \$500 million greenfield kraft pulp mill at Peace River, Alberta; 2) Primex Forest Industries, a Canadian firm, and Sanyo Kokusaku Pulp have announced a joint venture agreement to construct and operate a \$7 million hardwood pulp chipping plant in Delta, British Columbia.

Product Diversification

Marketing efforts have been stepped up to encourage the sale of building components and value-added forest products into the Japanese market. A recent Japanese buying mission was impressed with Canadian flooring, windows and doors and bannisters. Canadian log homes have found considerable success in the Japanese vacation regions.