REPORT 4 89/10/10

# QUARTERLY PROGRESS REPORT OF EXPORT PROMOTION PROGRAM AT MISSIONS ABROAD FOR FISCAL YEAR 88 FORECAST OF KEY ACTIVITIES AND ANTICIPATED RESULTS STATED IN MISSION'S ANNUAL PLAN

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POST :635-BRASILIA

## 007-POWER & ENERGY EQUIP. & SERV. BRAZIL

### PLANNING:

# ACTIVITIES PROPOSED IN POST PLAN:

# ALL SUB-SECTORS

RENEW MOU BETWEEN BRAZILIAN AND CANADA GOVERNMENTS RE CDN PARTI- IDENTIFY EXPORT OPPORTUNITIES FOR CGE CIPATION IN FUTURE HYDRO PROJECTS.

FOLLOW-UP WITH ELECTRONORTE AND CHESF RE THEIR NEED FOR PDA TECHNOLOGY.

CONTINUE TO REPORT ON IFI - FINANCED PROCUREMENT BY BRAZILIAN UTILITIES.

FOLLOW UP ON ELECTROBRAS INCOMING ENVIRONMENTAL MISSION.

GENERATORS OF \$20,000,000.

ANTICIPATED RESULTS:

EXPORT SALES OF \$10M OVER NEXT THREE YEARS.

ADDITIONAL SALES OF NETWORK PROTECTORS AND OTHER EQUIPMENT OF \$10,000,000.

POTENTIAL SALE OF ENVIRONMENTAL CONSULTING SERVICES OF \$5,000,000.

#### TRACKING: ACTIVITIES UNDERTAKEN IN QUARTER:

- QUARTER: 1 FOLLOW UP POTENTIAL SALES OPPORTUNITIES WITH ELETRONORTE AND CEMIG AND CHESF ON BEHALF OF FES INTERNATIONAL.
- QUARTER: 2 Follow up potential sales opportunities with Electronorte on behalf of FES International.
- QUARTER: 3 Assist FES in ongoing negotiations with Eletronorte for supply of PDA equipment.
- QUARTER: 4 Assist FES Int'l in ongoing commercial & financing negotiations. - Assist GEC Canada in assuming responsibility for diesel generator sales in Northern Brazil (formely initiated by Bombardier)

#### QUARTERLY RESULTS REPORTED:

FES SALE TO ELETRONORTE (US\$700.000) IS IMMINENT. FINANCING TO BE ARRANGED THROUGH EDC. SALE TO CEMIG (US\$700.000) ALSO ANTICIPATED IN SHORT TERM. WB FINANCING.

FES contract award expected in 4th guarter 1988. FES sales to CEMIG also well advanced.

FES awarded letter of intent - contract expected in early 1989.

FES contract expected in April/May. Financing issues resolved. EDC loan under negotiation. -Letter of intent expected from buyer in Apr/May 89