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

POST : 510-BEIJING

007-POWER & ENERGY EQUIP. & SERV. PEOPLE'S REP OF CHINA

ANTICIPATED RESULTS:

PLANNING: ACTIVITIES PROPOSED IN POST PLAN:

ALL SUB-SECTORS

CONTINUE EFFORTS TO OBTAIN A THERMAL PROJECT ALLOCATED TO CANADIAN SUPPLY.

ATTEMPT TO POSITIION CANADA FOR PARTICIPATION IN DESIGN AND IMPLEMENTATION OF THE THREE GORGES PROJECTS.

ONTARIO HYDRO TECHNICAL AGREEMENT WITH MWREP.

TECHNICAL SEMINARS TO PRESENT CANADIAN CONTROL SYSTEMS AND "BALANCE OF PLANT" CAPABILITIES.

BUILD ON EXISTING RELATIONSHIPS SUCH AS THE BANK OF MONTREAL /MWREP.

TRACKING: ACTIVITIES UNDERTAKEN IN QUARTER:

QUARTER: 1 -----

QUARTER: 2 -----

QUARTER: 3 Assist in finalizing the Ghe Yan Power Project. -Provide support on Beilungang II. -Explore reopening of talks between Cda/China for NCA. - to illicit additional slate of TCP study proposals

QUARTER: 4 -----

ONE COMPLETE STATION VALUS \$150 MILLION OR MORE.

LONG RANGE POTENTIAL UP TO \$500 (1.1 -22M \$ MILLION IN EQUIPMENT AND SERVICES.

EVENTUALLY INTRODUCE CANADIAN SUPPLIERS TO ONTARIO HYDRO TO P.R.C. ENTITIES.

SPECIFICATION BY P.R.C. AUTHORITIES OF CANAD-IAN SUB-SYSTEMS.

TO OBTAIN INFORMATION WHICH WILL HELP LONG-RANGE PLANNING.

QUARTERLY RESULTS REPORTED:

-Signature of contract, US\$ 100 million. -Agreement reached between Babcock & Wilcox and PRC signature to take place Jan.89. \$48 million. -Agreement reached between 2 Governments to renew negotiations NCA May 89.