

Indonesia is a country of concentration for Canadian bilateral development assistance (disbursements of over \$300 million are planned during the next 5 years), and is the country with the largest number of projects undertaken with support from CIDA's Industrial Cooperation Program. Canadian private investment is over \$1 billion (largely in the INCO mine in Sulawesi).

Canada-Indonesia Trade

Although there is no bilateral trade treaty, Canada and Indonesia exchange Most-Favoured-Nation (MFN) tariff treatment through membership in the GATT. Indonesia has been granted beneficiary status under Canada's General Preferential Tariff in favour of developing countries.

Canadian trade export levels have held in the \$60 to \$70 million range over the past several years and while Canada's exports to Indonesia totalled \$213 million at the end of 1980, this figure is distorted by a large shipment of light fuel oil (\$71 million) and a sale of two medium sized ships (\$53 millions).

Canadian imports from Indonesia for all of 1980 totalled \$29 million, down 32% from the 1979 level.

There has been recent activity in Indonesia in the large capital goods area such as boilers and ships. Other areas of potential opportunity include a major mine/transportation/power project. Good potential for Canadian investment will continue to exist as Indonesia develops its extensive natural resource base.