REPT4D 90/04/05

QUARTERLY PROGRESS REPORT OF EXPORT PROMOTION PROGRAM AT MISSIONS ABROAD FOR FISCAL YEAR 89 FORECAST OF KEY ACTIVITIES AND ANTICIPATED RESULTS STATED IN MISSION'S ANNUAL PLAN

POST :637-SAO PAULO

011-OIL & GAS EQUIPMENT, SERVICES BRAZIL

PLANNING: ACTIVITIES PROPOSED IN POST PLAN:

ALL SUB-SECTORS

SECOND BRAZIL/CANADA SEMINAR ON OIL & GAS (CALGARY) ENHANCED PROFILE W/PETROBRAS / AT LEAST 3 TECHNOL.

INVITE NEW COMGAS PRES. & POSSIBLY GOVERNOR OF S.PAULO TO CA POTENTIAL CDN. CONTENT. S. PAULO GAS DISTRIB. PROJ. IBRD FUNDED 150 MM, \$30MM

BASED ON NEW PETROBRAS INV. PLAN, REVISE OIL/GAS STRATEGY CLEAR DISPOSITION OF PRIORITIES IN OIL/GAS SECTOR &

USE FEASIB. STUDIES, PILOT PROJS AS MEANS OF INTRO CDN TECH SIX PROJECTS UNDER CONSIDERATION. POTENTIAL VALUE \$100

TRACKING.

ACTIVITIES UNDERTAKEN IN QUARTER:

QUARTER: 1 - Follow up on enquiries received at Conexpo and other business.

QUARTER: 2 - Follow up on AFS.

-Follow up Manaus LNG project for PROPAK. -Follow up Enchova Offshore Project. NORTHRIDGE. -Follow up on PETROBRAS import policy changes. -Follow up on gas transportation proj. RGS/SPALO

QUARTER: 3 .Work with Northridge of Enchova West platform. .Follow up on AFS gas conversion project. .Fw up on Canocean dry-manifold for Petrobras.

QUARTER: 4 -----

TRANSFER AGREEMENTS.

PLAN OF ACTION.

MILLION.

QUARTERLY RESULTS REPORTED:

- AFS Intl completed test of fuel conversion kit ready to sign local production.

- RFQ for gas processing plant del. to Propak. - Petrobras identified site for slant drilling trial (Sierra).

-Conversion kits installed and operational. -PETROBRAS working with PROPAK on design specs. -NORTHRIDGE est'd contact with 5 consortiums. -More open import policy & offshore finance rqmt -Gas policy permitting major projects to come.

> .Northridge selected Andrade Gutierrez. .AFS equip is testing successful in SPALO & Rio. .Project on hold till March 90.

ANTICIPATED RESULTS: