

Annex XII

AGREED CONDITIONS FOR FUNDING METHYL BROMIDE PHASE-OUT PROJECT IN MOROCCO

The Executive Committee agrees to approve US \$2,189,729 as the total funds that will be available to achieve the commitments noted in this document for the phased reduction in the use of methyl bromide in Morocco subject to the following understandings and considerations:

As reported to the Ozone Secretariat, and consistent with information in the project document presented to the Executive Committee, Morocco had consumption of 767.4 ODP tonnes of methyl bromide in 1999. In accordance with the data submitted to the Secretariat by Morocco for the years 1995-1998, Morocco has a methyl bromide baseline of 695.8 ODP tonnes. Accordingly, Morocco must reduce its 1999 consumption of methyl bromide by at least 71.6 ODP tonnes to achieve compliance with the Protocol's 2002 freeze obligation and by at least 210.8 ODP tonnes to achieve compliance with the Protocol's 2005, 20 per cent reduction. Reductions in accordance with the terms of this project, the project previously approved for the production of banana and the forthcoming project for the production of tomatoes, and the other commitments presented in the project document, will ensure that Morocco meets that requirement.

Morocco commits to reduce total national consumption of controlled uses of methyl bromide to no more than the following levels during the 12-month period of the following listed years:

2001	744 tonnes	(767.4 – 23.4 tonnes).
2002	728.4 tonnes	(reduction of 15.6 tonnes from 2001 level).
2003	705 tonnes	(reduction of 20.4 tonnes from 2002 level).
2004	662.8 tonnes	(reduction of 42.2 tonnes as in project document).
2005	612 tonnes	(reduction of 50 tonnes as in project document).

In addition, upon successful completion of the project, Morocco commits to sustain this phaseout of methyl bromide through the use of adequate regulations and the specific reductions in consumption noted above will be those achieved through this project. Morocco may have additional projects approved that will add to the reductions noted above and subsequently allow compliance of both the 2002 freeze and the 20 per cent reduction budget of 2005.

In the context of the extensive training that is being carried out in the implementation of this project, UNIDO agrees to educate related farmers on ways to limit the use of metam sodium through the enhanced use of IPM techniques. UNIDO shall also report back to the Executive Committee annually on the progress in meeting the reductions required by this project, as well as on annual costs related to metam sodium and the use of the steam boilers being purchased with the project funds. Following initial disbursement of 25% in the year 2001, funding for later years in the project will be dispersed by UNIDO in accordance with the following schedule, and with the understanding that a subsequent year's funding will not be dispersed until the Executive Committee has favorably reviewed the prior years progress report:

2001	25% of the funds
2002	25% of the funds
2003	25% of the funds
2004	25% of the funds

Finally, UNIDO agrees to manage the funding for this project in a manner designed to ensure that the specific annual reductions agreed are met.