Annex III

AGREED CONDITIONS FOR THE PHASE-OUT OF METHYL BROMIDE IN URUGUAY

1. The Executive Committee agrees to approve US $469,370 as the total funds available to achieve the commitments stipulated in this document for the phase-out of the use of methyl bromide in Uruguay subject to the following understandings and considerations:

2. As reported to the Ozone Secretariat, and consistent with information in the project document presented to the Executive Committee, Uruguay had a consumption of 23.79 ODP tonnes of methyl bromide in 2000. In accordance with the data submitted to the Ozone Secretariat by Uruguay for the years 1995-1998, Uruguay has a methyl bromide baseline of 11.2 ODP tonnes. Accordingly, Uruguay had to freeze consumption at the 1995-1998 level by the end of 2001 to achieve compliance with the Protocol's 2002 freeze. However, the Government of Uruguay is requesting some flexibility from the Executive Committee and proposes the following phase-out schedule:

Year	**ODP tonnes**
2002	17.7*
2003	8.7*
2004	11.1*
2005	8.9
2006	8.9
2009	8.9
2010	6.0
2011	6.0
2012	6.0
2013	0

(*) As reported under Article 7 of the Montreal Protocol

3. In addition, Uruguay commits to sustaining this phase-out of methyl bromide through the use of bans in the use of methyl bromide for the uses covered by this project. The specific reductions in consumption noted above would be those achieved through this project. Reductions in accordance with the terms of this project, and the other commitments presented in the project document, will ensure that Uruguay exceeds subsequent phase-out requirements of the Montreal Protocol.

4. UNIDO shall 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 the use of the selected technology inputs being purchased with the project funds. UNIDO agrees to manage the funding for this project in a manner designed to ensure that the specific annual reductions agreed are met.

5. This agreement supersedes the agreement approved at the 34th meeting of the Executive Committee. Entry into force of this agreement is subject to a possible decision by the 17th Meeting of the Parties being consistent with the timetable in paragraph 2 above.