

### Annex XIII

#### AGREED CONDITIONS FOR THE PHASE-OUT OF METHYL BROMIDE IN MOROCCO

1. The Executive Committee:
  - (a) At its 29th Meeting, approved US \$1,006,652 as the total funds available to Morocco to achieve the complete phase-out of methyl bromide (MB) used in cut flowers and banana production (61 ODP tonnes);
  - (b) At its 32nd Meeting, approved an additional US \$2,189,729 as the total funds that will be available to Morocco to achieve the complete phase-out of MB used in the strawberry sector (additional 151.6 ODP tonnes); and
  - (c) At its 34th Meeting, approved in principle an additional US \$3,957,844 as the total funds that will be available to Morocco to achieve the complete phase-out of MB used in the tomato sector (additional 389.9 ODP tonnes).
  - (d) At its 44th Meeting, agreed to endorse a change of technology in the tomato sector from the negative pressure steam pasteurization proposed in the original project to grafting technology, and to revise the project cost from US \$3,957,844 to US \$3,912,949.
2. As reported to the Ozone Secretariat, the methyl bromide baseline is 697.10 ODP tonnes. Despite an increase in methyl bromide consumption in 2000 (870.20 ODP tonnes) and 2001 (1,621.4 ODP tonnes), Morocco achieved the Protocol's freeze obligation in 2003, reducing MB consumption to 672.2 ODP tonnes.
3. Through the implementation of the above investment projects, the Government of Morocco commits to a permanent reduction in aggregate consumption of controlled uses of MB to no more than the following levels:

| Year  | Maximum level of methyl bromide consumption by crop (ODP tonnes) |                 |        |                  |       |
|-------|------------------------------------------------------------------|-----------------|--------|------------------|-------|
|       | Strawberry                                                       | Banana, flowers | Tomato | Total phased out | Total |
| 2001  | 23.4                                                             | -               | -      | 23.4             | 744.0 |
| 2002  | 15.6                                                             | 40.0            | -      | 55.6             | 688.4 |
| 2003  | 20.4                                                             | 21.0            | 34.1   | 75.5             | 612.9 |
| 2004  | 42.2                                                             | -               | -      | 42.2             | 570.7 |
| 2005  | 50.0                                                             | -               | 39.0   | 89.0             | 481.7 |
| 2006  | -                                                                | -               | 56.4   | 56.4             | 425.3 |
| 2007  | -                                                                | -               | 78.0   | 78.0             | 347.3 |
| 2008  | -                                                                | -               | 86.4   | 86.4             | 260.9 |
| 2009  | -                                                                | -               | 96.0   | 96.0             | 164.9 |
| Total | 151.6                                                            | 61.0            | 389.9  | 602.5            |       |

4. Upon completion of the projects, the maximum methyl bromide consumption in Morocco shall not exceed 164.9 ODP tonnes. Morocco also commits to permanently sustain the consumption levels indicated above through import restrictions and other policies it may deem necessary. UNIDO shall report annually to the Executive Committee on the progress achieved in meeting the reductions required by the projects.

5. For the implementation of the tomato sector MB phase-out project, after the initial disbursement of US \$400,000 in the year 2001, funding will be disbursed by UNIDO in accordance with the following schedule, and with the understanding that a subsequent year's funding will not be disbursed until the Executive Committee has favourably reviewed the prior year's progress report:

|      |                                 |
|------|---------------------------------|
| 2004 | US \$607,513(disbursed in 2004) |
| 2005 | US \$1,670,995                  |
| 2006 | US \$411,633                    |
| 2007 | US \$424,381                    |
| 2008 | US \$398,427                    |

6. The Government of Morocco will have flexibility in implementing the project components it considers important to meet its phase-out commitments. UNIDO agrees to manage the funding for the projects in a manner designed to ensure that the agreed specific annual reductions are met.

7. These agreed conditions between the Government of Morocco and the Executive Committee have taken into account the already approved methyl bromide phase-out projects in the cut flower, banana and strawberry sector and, therefore, supersede the agreements approved at the 32nd and 34th meetings of the Executive Committee.