

Annex VI

REVISED AGREED CONDITIONS FOR THE PHASE-OUT OF METHYL BROMIDE IN CHILE

1. The Executive Committee:
 - (a) At its 32nd Meeting, approved US \$805,000 as the total funds that will be available to Chile to achieve the complete phase-out of methyl bromide (MB) used in the fruit replanting and nursery sectors (76.2 ODP tonnes), to be implemented by UNDP;
 - (b) At its 45th Meeting, approved in principle an additional US \$2,547,156 as the total funds available to Chile to achieve the complete phase-out of MB used in the remaining soil fumigation sectors, excluding quarantine and pre-shipment applications (additional 136.3 ODP tonnes), to be implemented by the World Bank; and
 - (c) At its 48th Meeting, noted the cancellation by the Government of Chile of the project for the complete phase-out of MB used in the remaining soil fumigation sectors, excluding quarantine and pre-shipment applications approved at its 45th Meeting.
2. As reported to the Ozone Secretariat, MB consumption in 2004 was 262.8 ODP tonnes, excluding MB that was used in quarantine and pre-shipment applications. The MB baseline for compliance is 212.5 ODP tonnes. Accordingly, Chile must reduce its 2004 consumption of MB by 50.3 ODP tonnes and by an additional 42.5 ODP tonnes, to achieve compliance with the Montreal Protocol's 2002 freeze obligation and with the 20 per cent reduction in 2005, respectively.
3. Through implementation of the project for the phase-out of MB in the tree replant and tree nursery sectors, Chile commits to reducing its total national consumption of controlled uses of MB to 170.0 ODP tonnes in 2005, thus ensuring compliance with the Protocol's 20 per cent reduction. Chile also commits to permanently sustaining the consumption level of 170.0 ODP tonnes between 2005 and 1 January 2015 through the use of import restrictions and other policies it may deem necessary.
4. The Government of Chile is entering into this agreement with the Executive Committee on the understanding that, should additional MB consumption in the fruit replanting and nursery sectors be identified at a later date, the responsibility to ensure its phase-out will lie solely with the Government.
5. The Government of Chile, in agreement with UNDP, will have flexibility in organizing and implementing the components of the project which it deems more important to meet the MB phase-out commitments noted above. UNDP agrees to manage the funding for the project in a manner designed to ensure the achievement of the specific MB reductions agreed upon. UNDP

shall report back annually to the Executive Committee on the progress achieved in putting in place mechanisms to achieve and maintain compliance with the Montreal Protocol schedule.

6. These agreed conditions between the Government of Chile and the Executive Committee supersede the agreement reached between the Government of Chile and the Executive Committee at the 45th Meeting of the Executive Committee.