Annex XIII

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

1. The Executive Committee:

(a) At its 38th Meeting, approved US $2,750,592 as the total funds that will be available to Egypt to achieve the reduction of 185.6 ODP tonnes of methyl bromide (MB) used in horticulture and the commodities sector, reducing the aggregated consumption of controlled uses to 185.7 ODP tonnes in 2005;

(b) At its 52nd Meeting, noted the change to some of the alternative technologies that were selected by major stakeholders when the original project was prepared, as requested by the Government of Egypt;

(c) At its 56th Meeting, approved an additional US $1,934,994 as the total funds that will be available to Egypt to achieve the complete phase-out of MB used in horticulture and the commodities sector (184.2 ODP tonnes) except for 6.0 ODP tonnes used for the fumigation of high moisture dates until a suitable alternative is available (decision XV/12).

2. As reported to the Ozone Secretariat, the MB baseline for compliance for Egypt is 238.1 ODP tonnes; the 2007 MB consumption was 186.0 ODP tonnes. Accordingly, Egypt has achieved compliance with the Montreal Protocol's 20 per cent reduction in 2005.

3. Reductions in accordance with the terms of the above-mentioned projects and other commitments presented in the project document will ensure that Egypt meets the reduction schedule presented below. In this regard, Egypt will reduce the national consumption of controlled uses of MB, excluding quarantine and pre-shipment applications, to no more than the following levels of consumption in the years listed below:

Year	Level of MB consumption (ODP tonnes)				ODP tonnes	
	Soil fumigation	**Commodities**	**Structures**	**Dates(*)**	**Total phased out**	**Total consumption**
2009	124.2	51.0	9.2	6.0		190.4
2010	106.2	36.0	9.2	6.0	33.0	157.4
2011	80.2	21.0	9.2	6.0	41.0	116.4
2012	40.2	6.0	3.2	6.0	61.0	55.4
2013	0.0	0.0	0.0	6.0	49.2	6.0
Total					184.2	

(*) Subject to the availability of a suitable alternative (decision XV/12)

4. Egypt commits to permanently sustaining the consumption levels indicated above through the use of import quotas and other policies it may deem necessary.

5. The Government of Egypt has reviewed the consumption data identified in all sectors covered by the projects and is confident that it is correct. Accordingly, the Government is entering into this agreement with the Executive Committee on the understanding that, in case any additional MB consumption is identified at a later date (excluding 6.0 ODP tonnes used for the fumigation of high moisture dates), the responsibility to ensure its phase-out will lie solely with the Government of Egypt.

6. The Government of Egypt, in agreement with UNIDO, will have flexibility in organizing and implementing the project's components that it deems more important in order to meet the MB phase-out commitments noted above. UNIDO agrees to manage the funding for the project in a manner designed to ensure the achievement of the specific MB reductions agreed upon. The Government of Egypt may choose to accelerate the MB reduction schedule without penalty to the project budget.

7. UNIDO shall report annually to the Executive Committee on the progress achieved in meeting the MB reductions required in all sectors, as well as on annual costs related to the use of the alternative technologies selected and the inputs purchased with the project funds.