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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Seventy-fifth Meeting
Montreal, 16-20 November 2015

PROGRESS REPORT OF UNEP AS AT 31 DECEMBER 2014

1. This document presents the progress report of UNEP as of 31 December 2014¹, and consists of:

Executive summary

- Part I: Implementation progress as at 31 December 2014 (cumulative)
Part II: Project implementation progress in 2014
Part III: Comments and recommendations by the Secretariat
Annex I: Project implementation data in 2014 by country.

Executive summary

2. The following is a summary of progress in the implementation of projects and activities implemented by UNEP up to 31 December 2014, for the year 2014 and cumulative since 1991:

- (a) **Phase-out:** In 2014, zero ODP tonnes of consumption were phased out and an additional 9.4 ODP tonnes of consumption were approved for phase-out. Since 1991, 1,551 ODP tonnes of consumption had been phased out, of an expected total of 1,848 ODP tonnes from projects approved (excluding cancelled and transferred projects);
- (b) **Disbursements/approvals:** In 2014, US \$18.42 million was disbursed and US \$29.59 million was planned for disbursement based on the 2013 progress report representing a rate of disbursement of 62 per cent of that planned. Cumulatively, US \$214.29 million had been disbursed out of the total US \$240.19 million approved for disbursement (excluding agency fees). This represents a rate of disbursement of 89 per cent. In 2014, US \$14.87 million was approved for implementation;

¹ The progress report is attached. The data has been included in the Consolidated Progress Report database that is available upon request.

- (c) **Number of projects completed:** In 2014, 66 projects were completed. Since 1991, 1,514 projects of the 1,795 projects approved for UNEP (excluding closed or transferred projects) were completed. This represents a completion rate of 84 per cent;
- (d) **Speed of delivery – non-investment projects:** Projects that were completed in 2014 were completed on average 46 months after their approval. Since 1991, the average time for completion of non-investment projects has been 35 months after their approval. First disbursements under these projects occurred, on average, 10 months after they had been approved;
- (e) **Project preparation:** Of the 191 project preparation activities approved by the end of 2014, 173 have been completed and 18 were ongoing. UNEP did not complete any project preparation in 2014;
- (f) **Implementation delays:** There were a total of 263 non-investment projects under implementation at the end of 2014. These projects, on average, are experiencing a delay of 11 months. However, projects classified as “projects with implementation delays” that are subject to the procedures of project cancellation amount to two projects (as multi-year agreements (MYAs) are not subject to those procedures); and
- (g) **MYAs:** In 2014, UNEP was implementing three MYAs for CFC or ODS, one MYA for methyl bromide (MB) consumption and 90 MYAs for HCFC phase-out management plans (HPMPs). Since 1991, 173 MYAs have been approved and 79 MYAs have been completed.

Part I: Implementation progress as at 31 December 2014 (cumulative)

3. As of that date, the Executive Committee had approved approximately US \$260.87 million consisting of US \$240.19 million for the implementation of investment and non-investment projects and US \$20.68 million for agency fees and administrative support, as shown in Table 1. In 2014, 77 new projects and activities were approved. This level of funding is expected to result in the phase-out of 1,848 ODP tonnes of ODS consumption.

Table 1: Approved funding by sector for UNEP as at 31 December 2014

Sector	Funding (US \$)
Aerosol	882,689
Destruction	232,200
Halon	767,640
Fumigants	2,615,504
Phase-out plan	36,506,397
Refrigeration	13,411,356
Several	185,579,842
Solvents	198,860
Sub-total	240,194,488
Administrative cost	20,676,515
Total	260,871,003

4. A summary of the status of projects implemented by category is presented in Table 2.

Table 2: Status of project implementation by category

Type	Number of projects*			Funding (US \$)			
	Approved	Completed	% completed	Approved	Disbursed	Balance	% disbursed
Country programme	94	94	100	2,946,574	2,946,574	0	100
Demonstration	2	0	0	230,000	86,989	143,011	38
Institutional strengthening (IS)	668	546	82	48,851,675	41,209,182	7,642,493	84
Investment	0	0	0	0	0	0	0
Project preparation	191	173	91	8,592,642	7,908,113	684,529	92
Technical assistance	644	505	78	165,325,165	147,911,411	17,413,753	89
Training	196	196	100	14,248,432	14,225,808	22,624	100
Total	1,795	1,514	84	240,194,488	214,288,078	25,906,410	89

*Excludes closed and transferred projects.

5. Table 3 presents an overview of status of project implementation by year². All projects and activities approved between 1991 and the end of 2005 (except 2002) have now been completed.

Table 3: Status of project implementation by year

Year	Number of projects*			Funding (US \$)			
	Approved	Completed	% completed	Approved	Disbursed	Balance	% disbursed
1991	11	11	100	1,372,335	1,372,335	0	100
1992	15	15	100	1,711,000	1,711,000	0	100
1993	49	49	100	4,194,343	4,194,343	0	100
1994	58	58	100	4,228,169	4,228,169	0	100
1995	50	50	100	4,047,683	4,047,683	0	100
1996	47	47	100	3,366,039	3,366,039	0	100
1997	87	87	100	7,962,291	7,962,291	0	100
1998	64	64	100	4,669,124	4,669,124	0	100
1999	87	87	100	6,310,710	6,307,646	3,064	100
2000	85	85	100	6,314,546	6,294,986	19,560	100
2001	59	59	100	7,411,159	7,411,159	0	100
2002	72	71	99	9,469,401	9,452,376	17,025	100
2003	78	78	100	11,165,394	11,165,394	0	100
2004	99	99	100	12,362,652	12,362,652	0	100
2005	72	72	100	12,339,483	12,339,483	0	100
2006	108	107	99	12,730,743	12,721,484	9,259	100
2007	78	77	99	14,497,452	14,363,772	133,680	99
2008	132	129	98	18,034,845	17,812,879	221,965	99
2009	115	107	93	17,584,218	16,726,727	857,491	95
2010	79	73	92	14,392,444	13,857,315	535,129	96
2011	100	61	61	17,553,377	15,995,665	1,557,712	91
2012	81	27	33	17,696,607	13,543,018	4,153,589	77
2013	92	1	1	15,911,795	9,729,078	6,182,717	61
2014	77	0	0	14,868,679	2,653,460	12,215,219	18
Total	1,795	1,514	84	240,194,488	214,288,078	25,906,410	89

*Excludes closed and transferred projects.

² The data is presented according to the year when a project was approved by the Executive Committee. It treats all approvals (investment and non-investment projects) equally (i.e., an investment project or a funding tranche of an MYA of US \$1 million is considered one project, same as a country programme preparation of US \$30,000). Key indicators from the annual summary are: the percentage of projects completed, ODP phased out, and percentage of funds disbursed. There are three types of disbursements: during implementation, after implementation and for retroactively-financed projects.

Part II: Project implementation progress in 2014

6. The Secretariat reviewed the status of implementation on a country-by-country basis taking into account implementation delays that have occurred with respect to planned completion dates that had been reported in 2014, the potential impact of these delays on phase-out and the rate of planned disbursements, and noted that UNEP completed 45 per cent of the projects it had planned to complete in 2014. UNEP had planned disbursements in 122 countries or regions, and achieved an overall rate of disbursement of 62 per cent in 2014.

7. This part of the progress report summarises progress and financial information on the following ongoing projects³:

- (a) CFC- and CTC-related projects;
- (b) Projects for the phase-out of consumption of MB;
- (c) Projects related to ODS waste disposal;
- (d) Projects related to the phase-out of HCFCs, including project preparation, demonstration projects and HPMPs;
- (e) IS projects; and
- (f) Administrative costs.

CFC- and CTC-related activities

8. As of 31 December 2014, all phase-out activities associated with 65 MYAs have been completed, pending only the financial closure and the submission of project completion reports, where applicable. Three MYAs for the phase-out of CFC or ODS were still ongoing (Table 4).

Table 4: Ongoing CFC- and CTC-related MYA activities

Country	Approved funding (US\$)	Funds disbursed (US\$)	Balance (US\$)	Per cent of funds disbursed	Date of completion of last ongoing tranche*	Project status
Iraq	1,641,000	1,220,360	420,640	74	Dec-16	Implementation is progressing with some difficulties due to political and security situation. All activities may not be completed by the approved completion date of December 2015 (decision 73/8(c)).

³ Ongoing projects are all projects that have been approved by the Executive Committee and were under implementation as of 31 December 2014. Key indicators of progress include: percentage of funds disbursed and percentage of projects that have begun disbursing funds; funding expected to be disbursed by the end of the year (funds disbursed plus estimated disbursements in 2014) as a percentage of the approved funding; the average length of projected delay in implementation (project completion per proposal and currently planned date of completion); and information provided in the remarks column in the progress report database.

Country	Approved funding (US\$)	Funds disbursed (US\$)	Balance (US\$)	Per cent of funds disbursed	Date of completion of last ongoing tranche*	Project status
Philippines (the)	757,984	750,000	7,984	99	Dec-15	Project was reported operationally completed and financial statement audit completed. Planned completion date has been extended although the project completion report should have been submitted and funds balance returned no later than the 74 th meeting.
Yemen	315,000	232,213	82,787	74	Dec-16	The contractual agreements under the first tranche are still ongoing and require additional time for implementation due to the political and security situation. However, the balance of funds from the second tranche has been integrated into the HPMP.

*MYA may include more than one tranche with different approved completion dates. The approved date of completion indicated in this table is for the last tranche that will be implemented for an MYA.

9. At its 73rd meeting, the Executive Committee had approved a request for extension of planned completion dates for the national phase-out plans, in Iraq until December 2015, and in Yemen until June 2015, given the countries' political and security situation. UNEP reported that the projects are still experiencing implementation delays due to the same difficulties and suggested new completion dates. This issue is addressed in the Consolidated Progress Report (UNEP/OzL.Pro/ExCom/75/12).

Projects for the phase-out of consumption of MB

10. As of 31 December 2014, one MYA in Chile and one stand-alone project in Trinidad and Tobago for the phase-out of MB consumption were still ongoing (Table 5).

Table 5: Ongoing MB activities

Country	Approved funding (US \$)	Funds disbursed (US \$)	Balance (US \$)	Per cent of funds disbursed	Date of completion	Project status
Chile	73,000	27,812	45,188	38	Dec-15	Planned completion date revised from July 2015 to December 2015 to allow completion of progress and financial reports.
Trinidad and Tobago	25,000	0	25,000	0	Dec-15	Terms of reference with specifications completed. The project aims at strengthening the MB management programme and sustaining the phase-out efforts. No disbursement occurred. No reported MB consumption since 2013. A request for an extension of the planned completion date to March 2016 has been proposed in the consolidated progress report.

11. The Executive Committee may wish to request UNEP to submit the progress and financial reports for the MB MYA in Chile and to return fund balances to the 76th meeting.

ODS waste disposal

12. The Executive Committee has approved two ODS disposal projects, one for technical assistance in Nepal and one for demonstration in the European region, that are under implementation (Table 6).

Table 6: Ongoing ODS disposal activities

Country/project code	Approved funding (US \$)	Funds disbursed (US \$)	Balance (US \$)	Per cent of funds disbursed	Date of completion	Project status
Nepal (NEP/DES/59/TAS/27)	157,200	133,901	23,299	85	Dec-15	The planned completion date was revised from December 2014 to December 2015; however, due to the earthquake it may be extended to 2016.
Regional (EUR/DES/69/DEM/13)	75,000	33,475	41,525	45	Dec-15	The plan of action for 2014 was agreed with all three countries and is being implemented. The planned date of completion was changed by UNEP from April 2015 to December 2015.

13. The Executive Committee may wish to request UNEP to provide a final report to the 76th meeting: on the destruction of confiscated ODS in Nepal detailing the full experience if credits are sold; and on the demonstration of a regional strategy for ODS waste management and disposal in the Europe and Central Asia region.

Projects related to the phase-out of HCFCs

HPMP preparation

14. The Executive Committee has approved for UNEP US \$6.42 million for 95 project preparation activities in 88 Article 5 countries to address HCFC control measures. Implementation of these activities resulted in the approval of stages I and II of HPMPs in 102 Article 5 countries. Of the 95 project preparation activities, 77 have been completed. Of the 18 ongoing activities, 16 are related to the preparation of stage II of HPMPs, including 6 approved at the 72nd meeting and 10 at the 73rd meeting. The remaining two activities were approved for Mauritania and South Sudan.

15. In the case of Mauritania (MAU/PHA/55/PRP/20), UNEP Compliance Assistance Programme (CAP) team is negotiating a new contract in order to resume activities while the UN audit is being finalised. In South Sudan (SSD/PHA/70/PRP/02), the project preparation has been delayed due to the political instability and security situation in the country.

16. The Executive Committee may wish to request UNEP to submit status reports to the 76th meeting on the HPMP preparation in Mauritania and South Sudan in order to monitor the submission of their HPMPs.

HCFC demonstration projects

17. The Executive Committee has approved one HCFC demonstration project for promoting low-global warming potential refrigerants for air-conditioning sectors in high-ambient temperature countries in West Asia (ASP/REF/69/DEM/56). Agreements with the local manufacturers and the technology providers were signed in 2014. These agreements covered the companies' responsibilities, the share of information commitments, the testing at independent and recognized third party laboratories, and the review of the final result. The commitments of each company were also defined. The project is progressing; however, the delivery of refrigerant samples and the shipment of prototype equipment to the testing laboratories took longer than anticipated. This project is planned for completion in December 2015.

HPMPs

18. The Executive Committee has approved for UNEP HPMP activities in 102 countries valued at US \$29.5 million in principle of which US \$18.11 million has been approved for tranche activities. In addition, 20 HCFC technical assistance projects valued at US \$780,000 have been approved including one individual awareness project that has been completed, one ongoing resource mobilization project that will be completed in 2015, and 18 verification reports, all of which will be completed in 2015 except six that will be completed in 2016.

19. UNEP is implementing 111 HPMP tranches. One hundred and four of these tranches were approved over two meetings ago, and funds have been disbursed for 79 tranches. A disbursement rate below 10 per cent and/or issues in the signing of the agreement were reported for the projects approved over a year ago shown in Table 7.

Table 7: Ongoing HPMP activities approved over a year ago with low/no disbursement and/or agreement not signed

Country/Project code	Approved funding plus adjustments (US \$)	Funds disbursed (US \$)	Balance (US \$)	Per cent of funds disbursed	Reasons for the low disbursement/delay
Afghanistan (AFG/PHA/72/TAS/16)	118,000	0	118,000	0	Country unable to open a bank account to facilitate the transfer of funds.
Bahamas (the) (BHA/PHA/71/TAS/21)	49,550	1,290	48,260	3	Agreement not signed.
Benin (BEN/PHA/70/TAS/28)	85,000	0	85,000	0	Disbursement not recorded yet.
Burkina Faso (BKF/PHA/70/TAS/33)	120,000	0	120,000	0	Disbursement not recorded yet (50%).
Cabo Verde (CBI/PHA/71/TAS/18)	35,000	0	35,000	0	Late signing of agreement.
Chad (CHD/PHA/70/TAS/24)	70,000	0	70,000	0	Disbursement not recorded yet (50%).
Comoros (the) (COI/PHA/70/TAS/21)	35,000	0	35,000	0	Late signing of agreement.
Congo (the) (PRC/PHA/71/TAS/26)	30,000	0	30,000	0	No disbursement recorded yet. First disbursement made in June 2014.
Dominican Republic (the) (DOM/PHA/69/TAS/52)	25,000	0	25,000	0	The Government decided a late start of the project, although the third tranche was approved at the 74 th meeting based on disbursements and activities under the UNDP component.

Country/Project code	Approved funding plus adjustments (US \$)	Funds disbursed (US \$)	Balance (US \$)	Per cent of funds disbursed	Reasons for the low disbursement/delay
Eritrea (ERI/PHA/67/TAS/11)	40,000	2,818	37,182	7	No National Ozone Officer (NOO) for about three years. New NOO has been appointed and activities resumed.
Gambia (the) (GAM/PHA/71/TAS/28)	23,000	0	23,000	0	Late signing of agreement.
Guatemala (GUA/PHA/64/TAS/42)	28,250	0	28,250	0	Agreement not signed. A tranche request has been submitted to the 75 th meeting ⁴ .
Guinea (GUI/PHA/72/TAS/29)	60,000	0	60,000	0	Late signing of agreement and submission of verification report.
Honduras (HON/PHA/63/TAS/35)	75,000	7,047	67,953	9	Government changes.
Honduras (HON/PHA/70/TAS/38)	50,000	0	50,000	0	Mission carried out in 2014 to explain to national authorities country's commitment under the Montreal Protocol.
India (IND/PHA/71/TAS/450)	344,640	0	344,640	0	Agreement not signed and low disbursement. A tranche request has been submitted to the 75 th meeting ⁵ .
Iraq (IRQ/PHA/65/TAS/17)	115,000	0	115,000	0	Political and security situation. Agreement was extended from 2015 to 2017.
Jamaica (JAM/PHA/70/TAS/33)	18,000	1,645	16,355	9	Sufficient funds from previous tranche.
Madagascar (MAG/PHA/70/TAS/24)	70,000	0	70,000	0	Disbursement not recorded yet (91.42%).
Myanmar* (MYA/PHA/68/TAS/14)	159,000	0	159,000	0	Late signing of agreement.
Pakistan (PAK/PHA/70/TAS/84)	200,000	0	200,000	0	Prolonged absence of the NOO.
Peru (PER/PHA/68/TAS/47)	25,000	0	25,000	0	Late signing of agreement. A tranche request has been submitted to the 75 th meeting ⁶ .
Qatar* (QAT/PHA/65/TAS/17)	105,000	0	105,000	0	No agreement signed. NOO not appointed yet.
Saudi Arabia (SAU/PHA/68/TAS/18)	56,726	4,014	52,712	7	Agreement not signed. A tranche request has been submitted to the 75 th meeting ⁷ .
Sao Tome and Principe (STP/PHA/70/TAS/21)	35,000	0	35,000	0	Disbursement not recorded yet (40%).
Serbia (YUG/PHA/71/TAS/43)	27,500	0	27,500	0	NOO departure. New NOO appointed.
Togo (TOG/PHA/71/TAS/25)	45,000	0	45,000	0	Late signing of agreement and UMOJA black-out.
Tunisia* (TUN/PHA/72/TAS/56)	30,000	0	30,000	0	Late signing of agreement.

⁴ UNEP/OzL.Pro/ExCom/75/46.

⁵ UNEP/OzL.Pro/ExCom/75/48.

⁶ UNEP/OzL.Pro/ExCom/75/62.

⁷ UNEP/OzL.Pro/ExCom/75/64.

Country/Project code	Approved funding plus adjustments (US \$)	Funds disbursed (US \$)	Balance (US \$)	Per cent of funds disbursed	Reasons for the low disbursement/delay
Uganda (UGA/PHA/68/TAS/16)	40,500	2,771	37,729	7	Disbursement rate is 7 per cent for this project approved seven meetings ago. Progress report indicates that there is no delay in implementation.
Yemen* (YEM/PHA/68/TAS/40)	215,000	0	215,000	0	Late signing of agreement.
Zambia (ZAM/PHA/71/TAS/28)	40,000	0	40,000	0	Agreement not signed.

* A recommendation to send letters on the decisions on tranche submission delays to the Governments of these countries is proposed under document UNEP/OzL.Pro/ExCom/75/6.

20. The Executive Committee may wish to request UNEP to report to the 76th meeting on the HPMPs listed in Table 7 (except for those where a tranche request has been submitted to the 75th meeting) to monitor the low/no disbursement of approved funds and/or agreement signing.

IS projects

21. The Executive Committee has approved 668 IS projects in 109 countries implemented by UNEP. As of 31 December 2014, 546 IS projects have been completed and 122 projects are still ongoing in 103 countries. UNEP has renewed 39 IS activities during 2014. The review of the progress report revealed issues (low disbursement and delays). Of the 122 ongoing projects, 101 were approved over a year ago out of which 35 reported zero disbursement rate. After review of UNEP's comments to the Secretariat's request for update and clarification, a number of issues have been resolved; except for the IS projects listed in Table 8.

Table 8: Ongoing IS project with no disbursement

Country/project code	Approved funding plus adjustments (US \$)	Funds disbursed (US \$)	Per cent of funds disbursed	Balance (US \$)	Reasons for the low disbursement/delay
Morocco (MOR/SEV/59/INS/63)	156,000	0	0	156,000	Agreement not signed. Final expenditure report of previous project not submitted.
Peru (PER/SEV/68/INS/45)	133,510	0	0	133,510	Agreement not signed. Administrative and national legal procedures.

22. The Executive Committee may wish to request UNEP to provide a report to the 76th meeting on the IS projects listed in Table 8 to monitor the IS implementation progress and the disbursement rate of approved funds.

Administrative costs

23. Of the US \$240,194,488 approved for project implementation, US \$20,676,515 has been disbursed for administrative costs resulting in an overall administrative cost ratio of 8.6 per cent since 1991. In 2014, of the US \$14,868,679 approved, US \$1,051,873 has been disbursed for administrative costs resulting in an overall administrative cost ratio of 7.1 per cent.

Part III: Comments and recommendations of the Secretariat

Comments

Implementation delays

24. The Executive Committee may wish to note that UNEP will report to the 76th meeting on two projects with implementation delays, which can be found in Appendix I of Annex III of the consolidated progress report.

RECOMMENDATIONS

25. The Executive Committee may wish:

- (a) To note:
 - (i) The progress report of UNEP as at 31 December 2014 contained in document UNEP/OzL.Pro/ExCom/75/15;
 - (ii) That UNEP would report to the 76th meeting on two projects with implementation delays and on 27 projects recommended for additional status reports, as indicated in Appendices I and II, respectively, of Annex III to the consolidated progress report (UNEP/OzL.Pro/ExCom/75/12);
- (b) To request UNEP:
 - (i) To submit the progress and financial reports for the methyl bromide multi-year agreement in Chile and to return fund balances to the 76th meeting;
 - (ii) To provide a final report to the 76th meeting on:
 - a. Destruction of confiscated ODS in Nepal (NEP/DES/59/TAS/27) detailing the full experience if credits are sold; and
 - b. Demonstration of a regional strategy for ODS waste management and disposal in the Europe and Central Asia region (EUR/DES/69/DEM/13).

Annex I

UNEP PROJECT IMPLEMENTATION BY COUNTRY

Country	Estimated funds disbursed in 2014 (US \$)	Funds disbursed in 2014 (US \$)	Percentage of funds disbursed over estimation in 2014	Percentage of planned projects completed in 2014
Afghanistan	180,679	40,032	22%	0%
Albania	66,613	99,332	149%	100%
Algeria	128,700	102,960	80%	100%
Angola	96,675	69,950	72%	
Antigua and Barbuda	51,165	0	0%	0%
Argentina	0	0		
Armenia	0	0		
Bahamas (the)	82,149	1,290	2%	50%
Bahrain	373,980	79,995	21%	67%
Bangladesh	147,720	0	0%	0%
Barbados	112,312	20,000	18%	
Belize	0	30,680		
Benin	148,686	0	0%	
Bhutan	150,265	61,510	41%	
Bolivia (Plurinational State of)	0	0		100%
Botswana	96,216	18,043	19%	50%
Brunei Darussalam	148,678	104,726	70%	50%
Burkina Faso	154,760	1,560	1%	0%
Burundi	102,956	87,956	85%	100%
Cambodia	218,456	101,534	46%	
Cameroon	179,415	109,649	61%	100%
Cabo Verde	98,710	30,000	30%	
Central African Republic (the)	94,973	0	0%	0%
Chad	135,000	0	0%	
Chile	203,541	74,542	37%	0%
China	1,705,584	2,015,684	118%	100%
Colombia	38,772	27,900	72%	50%
Comoros (the)	108,900	13,900	13%	100%
Congo (the)	95,000	5,000	5%	100%
Cook Islands	54,375	51,250	94%	100%
Costa Rica	0	0		
Cote d'Ivoire	152,430	75,197	49%	0%
Croatia	87,707	0	0%	100%
Cyprus	0	0		
Democratic People's Republic of Korea (the)	274,000	54,827	20%	0%
Democratic Republic of the Congo (the)	181,040	122,270	68%	
Djibouti	68,526	0	0%	
Dominica	61,284	3,095	5%	50%
Dominican Republic (the)	111,333	61,866	56%	100%
Ecuador	197,574	42,887	22%	50%
Egypt		0		
El Salvador	131,500	20,068	15%	
Equatorial Guinea	73,765	0	0%	0%

Country	Estimated funds disbursed in 2014 (US \$)	Funds disbursed in 2014 (US \$)	Percentage of funds disbursed over estimation in 2014	Percentage of planned projects completed in 2014
Eritrea	193,000	2,826	1%	0%
Ethiopia	5,000	25,000	500%	0%
Fiji	58,900	58,900	100%	100%
Gabon	72,166	48	0%	0%
Gambia (the)	79,939	21,939	27%	67%
Georgia	0	0		
Ghana	0	0		
Global	10,315,984	10,442,895	101%	0%
Grenada	60,605	4,287	7%	0%
Guatemala	167,339	0	0%	33%
Guinea	66,102	46,500	70%	0%
Guinea-Bissau	58,945	14,757	25%	0%
Guyana	74,434	55,800	75%	100%
Haiti	103,471	52,803	51%	50%
Honduras	119,822	0	0%	0%
India	765,878	275,438	36%	33%
Iran (Islamic Republic of)	154,036	20,929	14%	
Iraq	1,391,369	714,370	51%	
Jamaica	81,945	25,389	31%	0%
Kenya	151,667	37,800	25%	
Kiribati	75,924	29,503	39%	
Kuwait	649,525	221,860	34%	50%
Kyrgyzstan	69,500	82,573	119%	100%
Lao People's Democratic Republic (the)	112,311	51,885	46%	50%
Lebanon	0	0		
Lesotho	40,500	40,500	100%	0%
Liberia	58,500	46,213	79%	
Madagascar	75,000	5,000	7%	0%
Malawi	95,000	30,000	32%	50%
Malaysia	0	0		
Maldives	275,602	179,402	65%	100%
Mali	118,847	30,000	25%	
Malta	0	0		
Marshall Islands (the)	73,977	20,580	28%	
Mauritania	179,887	14	0%	25%
Mauritius	40,500	0	0%	100%
Micronesia (Federated States of)	49,413	45,712	93%	100%
Mongolia	168,000	63,000	38%	
Morocco	194,180	0	0%	0%
Mozambique	85,800	121,108	141%	100%
Myanmar	254,942	10	0%	0%
Namibia	27,000	27,000	100%	100%
Nauru	53,499	15,622	29%	0%
Nepal	110,066	5,085	5%	0%
Nicaragua	73,934	40,933	55%	100%

Country	Estimated funds disbursed in 2014 (US \$)	Funds disbursed in 2014 (US \$)	Percentage of funds disbursed over estimation in 2014	Percentage of planned projects completed in 2014
Niger (the)	65,766	32,414	49%	
Nigeria	0	0		
Niue	81,313	18,075	22%	
Oman	18,000	19,399	108%	
Pakistan	224,968	60,606	27%	0%
Palau	76,331	44,507	58%	
Panama	33,238	39,536	119%	50%
Papua New Guinea	0	0		
Paraguay	44,473	24,035	54%	50%
Peru	175,535	0	0%	0%
Philippines (the)	1,908,080	732,309	38%	0%
Qatar	165,000	0	0%	100%
Region: AFR	0	0		
Region: ASP	68,333	4,775	7%	0%
Region: EUR	64,315	29,588	46%	
Region: LAC	4,109	0	0%	
Republic of Moldova (the)	36,444	13,722	38%	0%
Rwanda	105,000	65,817	63%	100%
Saint Kitts and Nevis	52,390	13,864	26%	0%
Saint Lucia	55,150	22,500	41%	0%
Saint Vincent and the Grenadines	3,649	0	0%	100%
Samoa	75,372	40,374	54%	
Sao Tome and Principe	157,988	27,334	17%	50%
Saudi Arabia	607,065	52,711	9%	67%
Senegal	153,079	76,051	50%	0%
Serbia	30,926	0	0%	100%
Seychelles	60,000	32,450	54%	
Sierra Leone	107,800	42,088	39%	50%
Solomon Islands	87,818	47,758	54%	
Somalia	40,500	7	0%	0%
South Sudan	45,000	10,014	22%	0%
Sri Lanka	49,604	37,604	76%	
Sudan (the)	105,270	35,090	33%	
Suriname	27,527	27,000	98%	100%
Swaziland	124,990	20,001	16%	100%
Syrian Arab Republic	0	0		
Thailand	0	0		
Timor-Leste	164,467	64,203	39%	0%
Togo	75,053	16,558	22%	0%
Tonga	77,681	55,907	72%	
Trinidad and Tobago	25,000	0	0%	0%
Tunisia		0		
Turkey	103,450	64,403	62%	
Turkmenistan	0	0		
Tuvalu	45,036	41,558	92%	100%

Country	Estimated funds disbursed in 2014 (US \$)	Funds disbursed in 2014 (US \$)	Percentage of funds disbursed over estimation in 2014	Percentage of planned projects completed in 2014
Uganda	95,241	2,771	3%	50%
United Republic of Tanzania (the)	5,000	0	0%	0%
Uruguay	0	0		
Vanuatu	27,056	22,725	84%	100%
Venezuela (Bolivarian Republic of)	111,754	0	0%	100%
Viet Nam	118,976	59,488	50%	
Yemen	557,289	136,001	24%	67%
Zambia	115,520	0	0%	
Zimbabwe	98,242	0	0%	
Grand Total	29,590,746	18,416,629	62%	45%

UNEP
PROGRESS AND FINANCIAL REPORT
1 JANUARY – 31 DECEMBER 2014

PRESENTED TO THE
75TH MEETING OF THE EXECUTIVE COMMITTEE
OF THE MULTILATERAL FUND FOR THE IMPLEMENTATION
OF THE MONTREAL PROTOCOL

30 September 2015



United Nations Environment Programme

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INTRODUCTION

The United Nations Environment Programme (UNEP) is submitting this Annual Financial and Progress Report (APR) covering the period 1 January to 31 December 2014 for the consideration of the 75th meeting of the Executive Committee of the Multilateral Fund.

UNEP followed the Multilateral Fund's Revised Operational Guidelines for Progress and Financial Reporting (Third Revision, 24 February 2014), as well as guidance received during the February 2015 Inter-Agency Coordination Meeting when developing this APR.

This APR details project implementation assistance UNEP provided to developing countries operating under Article 5 of the Montreal Protocol ("Article 5 countries") in accordance with UNEP's 2014-2016 Business Plan, which was endorsed by the 71st meeting of the Executive Committee.¹

The focus and orientation of UNEP's work in 2014 continued to be defined by the evolving needs of Article 5 countries as they progress in their implementation of the Montreal Protocol, and as they meet and sustain compliance with specific obligations. UNEP met its Business Plan objectives by following three parallel tracks of assistance for Article 5 countries:

- Track 1: Support Article 5 countries to implement new responsibilities related to HCFC phase out and enable them to expeditiously meet the 2013 and 2015 HCFC control measures.
- Track 2: Foster strong partnerships in Article 5 countries to meet complete phase out of methyl bromide by 2015, and ensure sustainable compliance of phase-out targets already met.
- Track 3: Awareness, knowledge-sharing and capacity building services that promote substitutes and alternatives to ODS that minimize the impact on the environment in support of Decision XIX/6.

UNEP delivered its Business Plan through project-related services at the global, regional and national levels, including new and ongoing projects related to HPMP preparation and implementation, Institutional Strengthening, and various other training and technical assistance projects.

UNEP offered over 350 compliance assistance services to Article 5 countries to achieve sustained compliance. UNEP prioritize and delivered assistance on the basis of countries' differentiated needs and priorities. In conformity with its mandate, UNEP dedicated most of its resources to addressing specific problems of low volume consuming countries (LVCs) and very low volume consuming countries (VLVCs). UNEP complemented, supported and backstopped the work of the other Implementing and bilateral Agencies in areas of its comparative advantage and expertise whenever opportune and agreed upon with the agencies concerned.

In 2014, UNEP in cooperation with the other Implementing and Bilateral Agencies provided significant advisory and project implementation support to Article 5 countries that resulted in

¹ UNEP/OzL.Pro/ExCom/71/10.

an overall high note of compliance with the Montreal Protocol and its Amendments by those countries.

UNEP has previously presented to the 73rd meeting of the Executive Committee a partial CAP Progress Report for the period 1 January - August 2014 as part of its 2015 Compliance Assistance Programme (CAP) budget request.² UNEP will present the details of the support provided by CAP in 2014 (i.e. September-December) to the 75th Meeting of the Executive Committee as part of UNEP's 2016 CAP Work Programme and Budget request.

I. PROJECT APPROVALS AND DISBURSEMENTS

A. Annual Summary Data

From June 1991 until the end of December 2014, the Executive Committee approved 1808 projects for implementation by UNEP. The total funding approved for UNEP was US\$ 261,827,824 including programme support costs (PSC), which represents about 8% of the total funding allocation to date approved by the Multilateral Fund for the four Implementing Agencies. Of the 1,808 projects approved for UNEP from June 1991 until December 2014, 669 were time-sensitive Institutional Strengthening (IS) projects and 1,139 were objective-sensitive projects, as follows:

Type	Code	Number approved 1991-2013	Number in approved 2014	Total
Country Programmes	CPG	95	0	95
Demonstration	DEM	2	0	2
Institutional Strengthening	INS	630	39	669
Investment ³	INV	3	0	3
Project preparation	PRP	179	16	195
Technical assistance	TAS	626	22	648
Training	TRA	196	0	196
Total		1731	77	1808

During 2014, the Executive Committee approved 77 new projects for UNEP to implement, including the 2014 CAP budget. The total value of those approvals was US\$ 14,868,679 plus PSC of US\$ 1,051,873.

See Annex 1: Annual Summary provides details.

B. Interest

The interest accrued from 1991-2014 was US\$ 82,130 as follows:

Year	Interest (US\$)
1991-2013	9,554,952
2014	82,130
Total	9,637,082

² UNEP/OzL.Pro/ExCom/73/30.

³ Philippines National CFC phase-out plan: Final implementation plan (PHI/PHA/66/INV/94), Venezuela HCFC phase-out management plan, stage I, first tranche (VEN/PHA/63/INV/119); Yemen HCFC phase-out management plan, stage I, first tranche (YEM/PHA/68/INV/40).

C. Summary Data by Type (CPG, DEM, INS, INV, PRP, TAS, TRA)

The 77 projects that the Executive Committee approved in 2014 for UNEP implementation at the level of US\$ 14,868,679 plus PSC of US\$ 1,051,873. Of those, 39 were time-sensitive IS projects and 38 were objective-sensitive activities comprising:

Type	Code	Number
Institutional Strengthening	INS	39
Project preparation	PRP	16
Technical assistance	TAS	22
Total		77

See Annex 1: Summary Data by Projects Type.

D. Multi-year Agreements

From June 1991 until the end of December 2014, the Executive Committee has approved a cumulative 465 MYAs (PHA) for implementation by UNEP. The total funding approved for UNEP for MYAs during this period was US\$ 37,014,669 plus adjustments excluding programme support costs (PSC). UNEP has received a total of US\$ 28,782,120, out of which US\$ 20,438,979 has been disbursed (i.e. 71%).

II. PROJECT COMPLETIONS SINCE LAST REPORT

A. ODP Phased Out Since Last Report

UNEP only implements non-investment projects (i.e. capacity building and technical assistance). Due to the nature of these projects, the directly-associated ODP phase out is either zero or small according to the approved projects. The cumulative ODP phase-out achieved as a result of all completed UNEP projects to date is 1,580.9 ODP tonnes. Since the last APR, UNEP has achieved phase out of 29.9 ODP tonnes out of a target of 29.9 ODP tonnes.

B. Non-Investment Project Completions since Last Report

During 2014, UNEP completed 58 projects as follows for a total value of US\$ 5,877,909 excluding PSC:

Type	Code	Number
Institutional Strengthening	INS	31
Technical assistance	TAS	27
Training	TRA	0
Country Programmes	CPG	0
Project preparation	PRP	0
Demonstration	DEM	0
Total		58

The completion of projects by region was as follows:

Region	Number
Africa	11
Asia and the Pacific	13
Europe and Central Asia	6
Latin America and the Caribbean	19
West Asia	8
Global	1
Total	58

See Annex II, Completed Non-Investment Projects for details.

III. GLOBAL AND REGIONAL PROJECT HIGHLIGHTS

(a) Global Projects

During this APR reporting period, UNEP implemented one global project:

- Compliance Assistance Programme (CAP) 2014 budget (GLO/SEV/71/TAS/321). As per Executive Committee Decision 66/16, UNEP will present its detailed annual progress report on CAP activities to the last meeting of each year in the context of the annual CAP approval, and identify any project implementation impediments for the CAP project in the APR. UNEP has previously presented to the 73rd meeting of the Executive Committee a partial CAP Progress Report for the period 1 January - August 2014 as part of its 2015 CAP Work Programme and Budget request. UNEP will present the details of the support provided by CAP in 2014 (i.e. September-December) to the 75th Meeting of the Executive Committee as part of UNEP's 2016 CAP Work Programme and Budget request.

(b) Regional Projects

During this APR reporting period, UNEP implemented the following regional project:

- Promoting low-global warming potential refrigerants for air-conditioning sectors in high ambient temperature countries in West Asia (ASP/REF/69/DEM/56). Project continues to progress steadily and all legal agreements with the technology providers and local manufacturers were concluded. Supply of all samples i.e. refrigerants and compressors were shipped and received by local manufacturers, except for 2 companies that encountered logistical difficulties. Prototypes started to be built and 2 companies completed their prototypes before the end of 2014. Agreement with the independent testing facility was concluded through a competitive process managed by UNIDO. Declaration of the technical cooperation between the project and AHRI-AREP project was signed and Technical Review Team established. Composed of 6 International independent experts, the first meeting of Technical Review Team was conducted in Oct-2014. Two stakeholder's coordination meetings were conducted in May and Oct 2014 in the margins of regional events. Several international and regional events were organized as part of the project proceedings (including Special Seminar at ASHRAE Annual Winter Conference- USA-Jan2014, Especial session at ASHRAE Conference on Hot Climates- Qatar-Feb 2014, First regional symposium on District Cooling- Kuwait May 2014, 4th symposium on alternative refrigerates for high-ambient countries- Dubai- Oct 2014).

Project completed around 75% of its activities. The testing of the prototypes and the final report is planned for end of 2015.

IV. Performance Indicators

(a) Agency Business Plan Performance Goals

Through decision 71/21, the Executive Committee adopted the following performance indicators for UNEP for 2014:⁴

Item	2014 targets	UNEP assessment of 2014 results achieved
Number of annual programmes of multi-year agreements approved versus those planned	29	12
Number of individual projects/activities (investment and demonstration projects, TAS, institutional strengthening) approved versus those planned	65	39
Milestone activities completed/ODS levels achieved for approved multi-year annual tranches versus those planned	26	12
ODS phased-out for individual projects versus those planned per progress reports	0.0 ODP tonnes	0.0 ODP tonnes
Project completion (pursuant to decision 28/2 for investment projects) and as defined for non-investment projects versus those planned in progress reports	49	58
Number of policy/regulatory assistance completed versus that planned	100% of countries listed in the annex of UNEP's 2014 CAP Budget either received assistance or assistance was offered	100%
Speed of financial completion versus that required per progress report completion dates	On time	On time
Timely submission of project completion reports versus those agreed	On time	On time
Timely submission of progress reports and responses unless otherwise agreed	On time	On time (achieved)

(b) Cumulative Completed Investment Projects

Not applicable to UNEP.

(c) Cumulated Completed Non-Investment Projects

UNEP has completed a total of 1,341 non-investment projects excluding project preparation assistance. Of the total amount of US\$ 187,379,459 approved, 99.6% has been disbursed. It took an average 10 months from first approval and 34 months from approval to completion. The breakdown and details are provided in the Annexes.

⁴ UNEP/OzL.Pro/ExCom/71/64, Annex VI.

(d) Cumulative Ongoing Investment Projects

Not applicable to UNEP.

(e) Cumulative Ongoing Non-Investment Projects

UNEP has 263 ongoing non-investment projects excluding project preparation assistance. Of the total amount of US\$ 44,046,262 approved, 45% has been disbursed. It took an average of 12 months from approval for the first disbursement. The average number of months from approval to planned completion is 39 months. The breakdown and details are provided in the Annexes.

V. STATUS OF AGREEMENTS AND PROJECT PREPARATION (WHERE APPLICABLE), BY COUNTRY

(a) Agreements to be signed/executed/finalized and when they will be ready for disbursing

As of December 2014, UNEP was assisting 105 countries with the implementation of their IS projects.⁵ In 2014, the Executive Committee approved 21 IS renewal projects for UNEP implementation. The breakdown of countries supported by UNEP through IS projects is as follows:

Region	Number of Countries Supported by UNEP	Number of IS Renewals Approved in 2014
Africa	47	9
Asia Pacific	26	10
West Asia	5	0
Europe & Central Asia	5	0
Latin America & Caribbean	23	2
Total	105	21

(b) Project Preparation by country, approved amount, and amount disbursed

UNEP has 173 completed project preparation activities totaling US\$ 7,885,042 of which 99% has been disbursed. It took an average 10 months from first approval and 31 months from approval to completion. As of 30 December 2014, UNEP also has 18 ongoing project preparation activities totaling US\$ 707,600, of which 14% has been disbursed.

⁵ Afghanistan, Albania, Algeria, Angola, Antigua and Barbuda, Bahamas, Bahrain, Barbados, Belize, Benin, Bhutan, Bolivia, Botswana, Brunei Darussalam, Burkina Faso, Burundi, Cambodia, Cameroon, Cape Verde, Central African Republic, Chad, Comoros, Congo, Cook Islands, Cote d'Ivoire, Croatia, DPR Korea, DR Congo, Djibouti, Dominica, Dominican Republic, Ecuador, El Salvador, Equatorial Guinea, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Grenada, Guatemala, Guinea, Guinea-Bissau, Guyana, Haiti, Honduras, Iraq, Jamaica, Kenya, Kiribati, Kuwait, Kyrgyzstan, Lao People's Democratic Republic, Lesotho, Liberia, Madagascar, Malawi, Maldives, Mali, Marshall Islands, Mauritania, Mauritius, Micronesia FS, Mongolia, Morocco, Mozambique, Myanmar, Namibia, Nauru, Nepal, Nicaragua, Niger, Niue, Palau, Panama, Paraguay, Peru, Philippines, Republic of Moldova, Rwanda, Saint Kitts and Nevis, Saint Lucia, Saint Vincent and the Grenadines, Samoa, Sao Tome and Principe, Saudi Arabia, Senegal, Seychelles, Sierra Leone, Solomon Islands, Somalia, South Sudan, Sudan, Suriname, Swaziland, Tanzania, Timor Leste, Togo, Tonga, Tuvalu, Uganda, Vanuatu, Vietnam, Yemen, Zambia, Zimbabwe.

VI. ADMINISTRATIVE ISSUES (OPERATIONAL, POLICY, FINANCIAL, AND OTHER ISSUES)

(a) Meetings Attended

UNEP participated in the following meetings in 2014:

Meeting	Date and venue
Inter-Agency Coordination meeting	11-13 February 2014, Montreal
72nd Executive Committee meeting	12-16 May 2014, Montreal
52nd Implementation Committee meeting	9-10 July 2014, Paris
Workshop on HFC Management	11-12 July 2014, Paris
34th Open-Ended Working Group meeting	14-18 July 2014, Paris
Inter-Agency Coordination meeting	2-3 September 2014, Montreal
53rd Implementation Committee meeting	14-15 November 2014, Paris
26th Meeting of the Parties to the Montreal Protocol	17-21 November 2014, Paris
73 rd Executive Committee meeting	9-13 November 2014, Paris

UNEP will provide an update of the meetings organized by CAP itself in 2014 as part of the 2016 CAP Work Programme and Budget which is being submitted to the 75th meeting of the Executive Committee.

(b) Implementing Agency and Other Co-operation

UNEP's work under the Multilateral Fund is performed in close cooperation and coordination with the Multilateral Fund Secretariat and Ozone Secretariat, the other Implementing Agencies (UNDP, UNIDO, World Bank), bilateral agencies, and other partners at the international, regional and national levels.

HPMP implementation. UNEP implements many of its projects on the ground in countries jointly with other Implementing Agencies, where each agency co-implements complementary parts of a single project. For example, in 2014 UNEP was the Lead Agency for the HPMP implementation for 72 Article 5 countries, and the Cooperating Agency for the HPMPs of 29 countries. UNEP cooperated with UNIDO (51 countries), UNDP (26 countries), Germany (1 country) and Japan (1 country) for HPMP implementation.

(c) Other Issues

Preparation for transition to Umoja. Pursuant to resolution A/RES/63/262 adopted by the General Assembly on 24 December 2008 for the implementation of an enterprise resource planning system, all UN Secretariat entities and Funds and Programmes (including UNEP) have been in the process of consolidating the management of all financial, human and physical resources under a single integrated information system called as Umoja. During the last half of 2014, UNEP began preparatory work for the transition to Umoja. UNEP, which was part of Cluster 3 for the implementation of Umoja, implemented the system on 1 June 2015. Umoja enables to accommodate the International Public Sector Accounting Standards (IPSAS), which has been introduced in the UN since January 2014.

Annex I: Country Developments

A. Highlights of projects and activities (other than IS)

- Bhutan. CAP has been working closely with Bhutan on mainstreaming the HCFC phase out Management Plan into the national policy. The Government of Bhutan has linked the HPMP with the national development policy and with the UNDAF very closely. This mainstreaming has strengthened MP implementation in the country.
- Guatemala. Since January 2012, the implementation of UNEP projects were suspended in Guatemala because of the internal substantive and financial review process of the previous administration. The country was proactive and banned the imports of HCFCs for the second half of 2014. Without the HCFC quota system approved and due to lack of clarity on a responsible person to implement the HPMP, UNEP was not able to launch the training of Customs and Enforcement Officers.
- India. The approved funding includes Tranche 1 and new approval of Tranche 2 in the 71st ExCom: (1) Awareness component through Ozone Cell (2) Enforcement training through the National Academy of Customs, Excise and Narcotics. There is now an agreement with NACEN to move on the HPMP SSFA. The late signing of the contract may also impact the submission of the third tranche by UNEP due for the 75th ExCom.
- Mauritania. UNEP had suspended activities in the Mauritania since 2008 and is holding US\$ 206,000 of already approved activities. There was an ongoing OIOS investigation of the charges that went through the UNDP office in Mauritania. There has been communication on the outcome of the investigation. UNEP Senior Management undertook a mission to Mauritania early 2014. In light of the current problems, UNEP is unable to assist the country, however, discussions are ongoing to resolve the situation.
- Mongolia. The Government of Mongolia has taken approaches to ban public procurement of the RAC systems with HCFCs or their blends.
- Myanmar. The internal review process for approval of legal documents between international organizations and the Government is and might continue to affect the HPMP project implementation. However, despite the delay in signing of the SSFA, the government has initiated the implementation of several activities: a meeting with key stakeholders was organized in July 2015 to discuss the establishment of RAC association and a follow-up meeting will be organized in August 2015; the train-the-trainer workshop for customs and enforcement officers will be organized from 5-7 August 2015. The government also plans to organize a train-the-trainer workshop on good practices for RAC servicing in the last quarter of 2015.
- Peru. The Government has not opened a special account to implement the projects funded by Multilateral Fund. UNEP will conduct direct implementation of the project in a interim period. Due to the change of administrative system in UNEP (from IMIS to UMOJA),

there has been difficulties to transfer funds or hire consultants. The project is expected to be launched in the second half of 2015.

- Pakistan. Under the HPMP, while UNIDO component is almost complete, the UNEP component has not been implemented since November 2013. Delays in implementation due to the absence of the ozone officer could jeopardize future funding, lead to a high risk of non-compliance, imposition of penalties associated with non-compliance and its impact on the local industry and trade. This will adversely impact the Stage 2 preparations on which Pakistan is embarking now.
- South Sudan. The development of an HPMP in South Sudan was approved in 2013. The project is assisting South Sudan to prepare its phase-out management plan for an accelerated HCFC phase-out, including conducting of detailed national survey to assist the country establishing baseline data on HCFCs. Due to the political situation, only two missions were undertaken to the country. However, despite the challenges, UNEP is pleased to report that the National Ozone Unit has been established, baseline data are being collected, and UNEP assistance is ongoing in particular with regard to the licensing and quota systems.

B. Institutional strengthening

UNEP assisted the following 105 countries with the implementation of their IS projects in 2014:

Afghanistan	Fiji	Niger
Albania	Gabon	Niue
Algeria	Gambia	Palau
Angola	Grenada	Panama
Antigua and Barbuda	Guatemala	Paraguay
Bahamas	Guinea	Peru
Bahrain	Guinea-Bissau	Philippines
Barbados	Guyana	Republic of Moldova
Belize	Haiti	Rwanda
Benin	Honduras	Saint Kitts and Nevis
Bhutan	Iraq	Saint Lucia
Bolivia	Jamaica	Saint Vincent and the Grenadines
Botswana	Kenya	Samoa
Brunei Darussalam	Kiribati	Sao Tome and Principe
Burkina Faso	Kuwait	Saudi Arabia
Burundi	Kyrgyzstan	Senegal
Cambodia	Lao People's Democratic Republic	Seychelles
Cameroon	Lesotho	Sierra Leone
Cape Verde	Liberia	Solomon Islands
Central African Republic	Madagascar	Somalia
Chad	Malawi	South Sudan
Comoros	Maldives	Sudan
Congo	Mali	Suriname
Cook Islands	Marshall Islands	Swaziland

Cote d'Ivoire	Mauritania	Tanzania
Croatia	Mauritius	Timor Leste
DPR Korea	Micronesia FS	Togo
DR Congo	Mongolia	Tonga
Djibouti	Morocco	Tuvalu
Dominica	Mozambique	Uganda
Dominican Republic	Myanmar	Vanuatu
Ecuador	Namibia	Vietnam
El Salvador. Equatorial Guinea	Nauru	Yemen
Eritrea	Nepal	Zambia
Ethiopia	Nicaragua	Zimbabwe

The following are highlights from 2014 for specific IS projects:

- Afghanistan. While there has been some progress with the IS project (AFG/SEV/70/INS/15), there has been a low disbursement in 2014 due to the difficulty of the Government to open a special bank account to enable funds transfers to the National Ozone Unit. UNEP experienced considerable delays in the implementation of the IS project activities in 2014. A sustainable solution is still a challenge and discussions are ongoing with NEPA to resolve this issue. As of now, CP and A 7 data for 2014 has still not been submitted.
- Bolivia. Since 2010, there were frequent changes of National Ozone Officers in Bolivia. The CAP team has provided an induction to the new NOOs in order to minimize the impact on the institutional strengthening project implementation.
- DPR Korea (Extension of institutional strengthening project (phases VI and VII: 1/2010-12/2013)). Since the approval of the IS project (DRK/SEV/68/INS/57) in the 68th ExCom. in November 2012, CAP initiated a dialogue with NCCE, UNIDO and UNDP, Pyongyang Office, for transferring the funds as per the modality noted by the 68th ExCom (Decision 68/4). With new sanctions being imposed by the UN at that time, it became impossible to transfer the funds directly to the country as proposed in the above modality. No funds could be either transferred or spent during the year 2013 and limited funds have been spent in 2014 by UNEP through only certain activities inside and outside of the country and with great difficulty. UNEP in collaboration with UNIDO has organized certain technical assistance events and awareness activities by direct implementation.

In August 2014, the country urged UNEP to find avenues to transfer the IS funds to the country as this is impacting the implementation of Montreal Protocol activities. UNEP has conducted a series of consultations with the Multilateral Fund Secretariat and the HPMP Lead Implementing Agency - UNIDO during the Inter Agency Coordination Meeting in Montreal in February 2015.

Noting the unique mandate and the very special nature of an IS project and its deliverables and the key role that the Ozone Officer within the country, UNEP proposes that the remaining IS funds be returned to the MLF, until such time when the sanctions are lifted and these funds could be transferred to the country.

- Haiti. Despite the good progress in implementing training activities, and after a mission in June 2014 where a workplan was agreed upon, the NOU continued to experience delays in the implementation of the IS project during the second half of 2014. In November 2014, the country faced a political crisis with increased social movements and street manifestations that forced resignation of the Government in December 2014. The agreement with the Government expired in December 2014 and is currently being renewed.
- Myanmar. The project is experiencing delay in the implementation due to the signing the SSFA as well as the change of NOO, which had led to discontinuity of project implementation. UNEP facilitated the visit of two ozone staff to Thailand for capacity building in March 2015 under south-south cooperation.
- Uganda. The IS project for Uganda (UGA/SEV/13/INS/02) was approved at 13th ExCom Meeting in July 1994. No IS renewal was approved after this date, and Uganda has not requested IS funding for approximately 17 years. After consultations with the Government, UNEP has been able to submit the renewal request for Phase II to ExCom-73.

C. Activities that were provided by UNEP from its administrative costs

As per the approved 2014 CAP Work Programme and Budget, UNEP funded two posts from programme support costs in 2014 to provide administrative and financial support for the programme:

- Monitoring & Administration Officer P3/P4
- Assistant Monitoring & Administration G6

D. Activities conducted by UNEP to assist other agencies

Implementing joint activities with partner implementing agencies, proved to be cost effective and strategic in meeting country and regional needs. Moreover, in providing compliance assistance services to countries, UNEP teamed up with other agencies to field joint missions to country's for a better focused delivery at national level: China, India, DPR Korea, Guatemala, Iran, Egypt, Kuwait, Qatar, Kyrgyzstan, Saudi Arabia and Nigeria.

Annex II: Completed non-investment projects 2014

Project Title	Region	Country	Sector	Mtg	Type	Num	Date Completed (Actual)
Africa							
Extension of the institutional strengthening project (phase V)	AFR	ALG	SEV	57	INS	69	Jul-14
Extension of institutional strengthening project (phase III)	AFR	BOT	SEV	53	INS	10	Dec-14
Terminal phase-out management plan for CFCs (second tranche)	AFR	ERI	PHA	63	TAS	08	Dec-14
Terminal phase-out management plan for CFCs (first tranche)	AFR	ERI	PHA	54	TAS	04	Dec-14
Extension of the institutional strengthening project (phase VII: 8/2012-7/2014)	AFR	GAM	SEV	67	INS	26	Dec-14
Extension of the institutional strengthening project (phase III)	AFR	MAR	SEV	53	INS	19	Dec-14
Extension of institutional strengthening project (phase VIII: 4/2012-3/2014)	AFR	MLW	SEV	66	INS	33	Dec-14
HCFC phase-out management plan (stage I, first tranche)	AFR	MOZ	PHA	66	TAS	22	Dec-14
Extension of institutional strengthening project (phase VII: 4/2012-3/2014)	AFR	NAM	SEV	66	INS	18	Jul-14
HCFC phase-out management plan (stage I, first tranche)	AFR	PRC	PHA	63	TAS	22	Mar-14
Institutional strengthening (establishment of the ODS unit)	AFR	UGA	SEV	13	INS	02	Dec-14
Asia & Pacific, West Asia							
Terminal phase-out management plan (first tranche)	ASP	BAH	PHA	50	TAS	17	Dec-14
Renewal of the institutional strengthening project (phase III: 1/2013-12/2014)	ASP	BRU	SEV	67	INS	14	Dec-14
Extension of the institutional strengthening project (phase IV: 1/2013-12/2014)	ASP	CKI	SEV	67	INS	09	Dec-14
HCFC phase-out management plan (refrigeration servicing sector including enabling programme) (stage I, first tranche)	ASP	CPR	PHA	64	TAS	517	Dec-14
HCFC phase-out management plan(stage I, second tranche) (refrigeration servicing sector including enabling programme)	ASP	CPR	PHA	68	TAS	528	Dec-14
HCFC phase-out management plan (stage I, first tranche)	ASP	FIJ	PHA	65	TAS	22	Dec-14
Extension of the institutional strengthening project (phase VIII: 12/2012-11/2014)	ASP	FIJ	SEV	67	INS	24	Dec-14
Renewal of institutional strengthening project (phase IV: 1/2013-12/2014)	ASP	FSM	SEV	67	INS	08	Dec-14
National strategy for transition to non-CFC MDIs	ASP	IND	ARS	56	TAS	425	Dec-14
TPMP verification	ASP	KUW	PHA	57	TAS	15	Nov-14
Renewal of the institutional strengthening project (phase VI: 12/2012-11/2014)	ASP	LAO	SEV	67	INS	24	Nov-14
Extension of the institutional strengthening project (phase VII: 12/2012-11/2014)	ASP	MDV	SEV	67	INS	22	Dec-14
Terminal phase-out management plan (first tranche)	ASP	QAT	PHA	53	TAS	10	Jul-14
Terminal phase-out management plan (second tranche)	ASP	QAT	PHA	59	TAS	14	Dec-14
National phase-out plan	ASP	SAU	PHA	53	TAS	04	Dec-14
National phase-out plan (second tranche)	ASP	SAU	PHA	61	TAS	09	Jul-14
HCFC phase-out management plan (stage I, first tranche)	ASP	SRL	PHA	62	TAS	41	Dec-14
Extension of the institutional strengthening project (phase IV: 1/2013-12/2014)	ASP	TUV	SEV	67	INS	09	Dec-14

Extension of institutional strengthening project (phase IV: 1/2013-12/2014)	ASP	VAN	SEV	67	INS	10	Dec-14
National ODS phase-out plan (second tranche)	ASP	YEM	PHA	60	TAS	35	Dec-14
Extension of the institutional strengthening project (phase VII: 1/2013-12/2014)	ASP	YEM	SEV	68	INS	42	Dec-14
Latin America							
Extension of the institutional strengthening project (phase IV)	LAC	BHA	SEV	61	INS	16	Jan-14
Extension of institutional strengthening project (phase VIII: 8/2012-7/2014)	LAC	BOL	SEV	67	INS	37	Dec-14
HCFC phase-out management plan (stage I, first tranche)	LAC	BZE	PHA	62	TAS	25	May-14
Extension of the institutional strengthening project (phase V)	LAC	DMI	SEV	62	INS	20	Feb-14
Extension of the institutional strengthening project (phase VII: 1/2013-12/2014)	LAC	DOM	SEV	68	INS	51	Dec-14
Technical assistance to eliminate the remaining consumption of methyl bromide to be in compliance with the total phase-out	LAC	ECU	FUM	65	TAS	56	Dec-14
National phase-out of methyl bromide (phase II, first tranche)	LAC	GUA	FUM	59	TAS	39	Dec-14
HCFC phase-out management plan (stage I, first tranche)	LAC	GUY	PHA	63	TAS	20	Dec-14
Extension of the institutional strengthening project (phase V: 1/2013-12/2014)	LAC	GUY	SEV	68	INS	22	Dec-14
Additional emergency assistance for institutional strengthening	LAC	HAI	SEV	61	INS	17	Dec-14
Renewal of institutional strengthening project (phase VI: 4/2012-3/2014)	LAC	NIC	SEV	66	INS	28	Mar-14
Extension of institutional strengthening project (phase V: 11/2011-10/2013)	LAC	PAN	SEV	65	INS	33	Dec-14
Extension of institutional strengthening project (phase VI: 7/2012-6/2014)	LAC	PAR	SEV	66	INS	30	Jun-14
Renewal of institutional strengthening project (phase VIII: 1/2013-12/2014)	LAC	STL	SEV	68	INS	19	Dec-14
HCFC phase-out management plan (first tranche)	LAC	STV	PHA	64	TAS	19	Dec-14
Extension of the institutional strengthening project (phase V: 4/2012-3/2014)	LAC	STV	SEV	66	INS	21	Mar-14
HCFC phase-out management plan (stage I, first tranche)	LAC	SUR	PHA	65	TAS	19	Dec-14
Extension of the institutional strengthening project (phase IV: 7/2012-6/2014)	LAC	SUR	SEV	67	INS	20	Jul-14
HCFC phase-out management plan (stage I, first tranche)	LAC	VEN	PHA	63	TAS	119	Dec-14
Europe							
HCFC phase-out management plan (stage I, second tranche)	EUR	ALB	PHA	70	TAS	26	Dec-14
Renewal of institutional strengthening project (phase V: 7/2012-6/2014)	EUR	ALB	SEV	66	INS	24	Jun-14
Extension of institutional strengthening project (phase VII)	EUR	CRO	SEV	63	INS	37	Dec-14
HCFC phase-out management plan (stage I, first tranche)	EUR	KYR	PHA	63	TAS	27	Dec-14
Extension of the institutional strengthening project (phase VI: 1/2013-12/2014)	EUR	KYR	SEV	68	INS	28	Dec-14
HCFC phase-out management plan (stage I, first tranche)	EUR	YUG	PHA	62	TAS	39	Dec-14

Annex III: Report on expenditures under the CAP budget 2014 (IML-2K57)

Object	Code Name	Allotment	Expenditures	Balance	%disb
1101	Head of Branch	217,000	215,783	1,217	99.44%
1102	Senior Environment Officer - Network & Policy	307,868	346,556	-38,688	112.57%
1103	Programme Officer - Capacity Building	221,000	0	221,000	0.00%
1104	Information Manager	207,000	175,772	31,228	84.91%
1106	Programme Officer - Policy & Tech Support	48,516	0	48,516	0.00%
1107	Programme Officer - HCFC	174,000	167,382	6,618	96.20%
1108	Programme Officer - ECA/Paris	174,000	144,765	29,235	83.20%
1111	ECA Regional Network Coordinator	227,365	227,365	0	100.00%
1301	Principal Assistant HOB	108,000	99,874	8,126	92.48%
1302	Programme assistant - Regional Networks	108,000	101,723	6,277	94.19%
1303	Programme Assistant - Clearinghouse	108,520	109,605	-1,085	101.00%
1305	Programme Assistant - ECA/Paris	96,000	86,067	9,933	89.65%
1306	Programme Assistant - Capacity Building	96,000	88,203	7,797	91.88%
1307	Programme Assistant - Information	96,000	95,257	743	99.23%
1311	Programme Assistant - ECA	96,000	74,621	21,379	77.73%
1601	Paris Staff Travel	131,000	93,990	37,010	71.75%
1610	ECA staff travel	30,000	25,123	4,877	83.74%
441	Project Personnel	2,446,269	2,052,086	394,183	83.89%
2110	ECA Sub-contracts with supporting organizations	5,100	5,103	-3	100.06%
2210	ECA Regional awareness raising	26,400	6,873	19,527	26.03%
2261	Transfer and grants to counterparts (IP) ECA network meetings	174,247	163,697	10,550	93.95%
2301	Technical & Policy information materials	89,206	82,205	7,001	92.15%
2302	Clearinghouse	150,000	141,435	8,565	94.29%
2303	Capacity Building on HCFC phase out	100,794	32,970	67,824	32.71%
442	Subcontracts	545,747	432,283	113,464	79.21%
3210	ECA South-South cooperation	28,638	15,420	13,218	53.84%
3301	Advisory and Consultative Meetings - Paris	32,000	31,597	403	98.74%
3310	ECA network meetings/thematic workshops	-9,385	-11,873	2,489	126.52%
443	Training	51,253	35,143	16,110	68.57%
4101	Office supplies - Paris & ECA	15,000	7,669	7,331	51.13%
4201	Office equipment/computer - Paris & ECA	22,000	12,676	9,324	57.62%
4301	Office rental - Paris and ECA	330,000	259,820	70,180	78.73%
444	Equipment	367,000	280,166	86,834	76.34%
5101	Rental and maintenance of office equipment Paris & ECA	52,000	50,550	1,450	97.21%
5201	Reporting/reproduction costs	11,000	0	11,000	0.00%
5210	Translations - Regions	10,000	10,000	0	100.00%
5301	Communication & Dissemination - Paris & ECA	123,000	66,474	56,526	54.04%
445	Miscellaneous	196,000	127,024	68,976	64.81%

Total Project:	0045 PARIS & ECA	3,606,269	2,926,703	679,566	81.16%
ROA					
1141	ROA Senior Regional Network Coordinator	186,440	156,462	29,978	83.92%
1142	ROA Regional Network Coordinator - Francophone	192,827	192,989	-161	100.08%
1143	ROA Regional Network Coordinator - Anglophone	194,976	194,983	-7	100.00%
1144	ROA Programme Officer - HPMP	156,000	140,719	15,281	90.20%
1145	ROA Programme Officer - HPMP	179,371	181,595	-2,224	101.24%
1202	ROA Consultant	30,000	13,800	16,200	46.00%
1317	Temporary Assistance CAP	45,000	15,668	29,332	34.82%
1341	ROA Programme Assistant	42,385	43,416	-1,031	102.43%
1342	ROA Programme Assistant	33,000	33,279	-279	100.85%
1343	ROA Regional Outreach Assistant - HPMP	36,000	8,653	27,347	24.04%
1640	ROA staff travel	143,000	115,684	27,316	80.90%
441	Project Personnel	1,239,000	1,097,249	141,751	88.56%
2140	ROA Sub-contracts with supporting organizations	8,000	0	8,000	0.00%
2240	ROA Regional awareness raising	4,000	1,065	2,935	26.63%
2261	Transfer and grants to counterparts (IP)	20,000	20,000	0	100.00%
442	Subcontracts	32,000	21,065	10,935	65.83%
3240	ROA South-South cooperation	31,000	-779	31,779	-2.51%
3340	ROA network meetings/thematic workshops	341,000	339,054	1,946	99.43%
443	Training	372,000	338,275	33,725	90.93%
4110	Office supplies - Regions	4,000	2,766	1,234	69.14%
4210	Office equipment/computer - Regions	10,000	6,316	3,684	63.16%
4310	Office rental - Regions	14,000	13,975	25	99.82%
444	Equipment	28,000	23,056	4,944	82.34%
5110	Rental and maintenance of office equipment - Regions	13,000	0	13,000	0.00%
5210	Translations - Regions	5,000	0	5,000	0.00%
5310	Communication - Regions	25,000	23,106	1,894	92.42%
445	Miscellaneous	43,000	23,106	19,894	53.74%
Total Project:	AFRICA	1,714,000	1,502,751	211,249	87.68%
ROAP					
1121	ROAP Senior Regional Coordinator - SA	200,000	176,098	23,902	88.05%
1122	ROAP Regional Network Coordinator - SEA	181,720	193,740	-12,020	106.61%
1123	ROAP Regional Network Coordinator - PIC	175,000	181,215	-6,215	103.55%
1124	ROAP Programme Officer - HPMP	175,000	170,963	4,037	97.69%
1125	ROAP Programme Officer - HPMP	142,000	22,075	119,925	15.55%
1321	ROAP Programme Assistant - SA	62,000	78,741	-16,741	127.00%
1322	ROAP Programme Assistant - SEA	49,000	54,289	-5,289	110.79%
1323	ROAP Programme Assistant - PIC	49,000	63,854	-14,854	130.31%
1324	ROAP Regional Outreach Assistant - HPMP	48,280	3,693	44,587	7.65%
1620	ROAP staff travel	116,000	115,969	31	99.97%

441	Project Personnel	1,198,000	1,060,638	137,362	88.53%
2120	ROAP Sub-contracts with supporting organizations	16,413	16,413	0.5	100.00%
2161	Contractual services (IP)	15,000	15,000	0	100.00%
2201	Grants to institutions /1 ROAP SEA	9,500	9,486	14	99.85%
2220	ROAP Regional awareness raising	36,029	36,028	0.66	100.00%
442	Subcontracts	76,942	76,927	15	99.98%
3220	ROAP South-South cooperation	51,587	50,004	1,583	96.93%
3321	ROAP network meetings/thematic workshops - SA	89,971	87,722	2,249	97.50%
3322	ROAP network meetings/thematic workshops - SEA	60,500	56,797	3,703	93.88%
3323	ROAP Network Meetings/thematic workshops - PIC	78,009	63,238	14,770	81.07%
443	Training	280,067	257,762	22,305	92.04%
4110	Office supplies - Regions	2,000	2,637	-637	131.85%
4210	Office equipment/computer - Regions	2,000	334	1,666	16.69%
444	Equipment	4,000	2,971	1,029	74.27%
5105	Operation/Maintenance	40,000	40,000	0	100.00%
5310	Communication - Regions	18,000	22,814	-4,814	126.74%
445	Miscellaneous	58,000	62,814	-4,814	108.30%
Total Project:	ROAP	1,617,009	1,461,111	155,897	90.36%
ROLAC					
1151	ROLAC Regional Network Coordinator	178,529	178,529	0	100.00%
1152	ROLAC Regional Network - Caribbean	181,634	181,634	0	100.00%
1153	ROLAC Programme Officer - HPMP	137,744	440	137,304	0.32%
1154	ROLAC Programme Officer - HPMP	150,000	158,680	-8,680	105.79%
1351	ROLAC Programme Assistant	29,000	11,363	17,638	39.18%
1352	ROLAC Regional Outreach Assistant - HPMP	44,142	44,583	-441	101.00%
1353	ROLAC Programme Assistant	34,000	16,386	17,614	48.19%
1354	ROLAC Programme Assistant	22,862	23,090	-229	101.00%
1650	ROLAC staff travel	90,000	56,608	33,392	62.90%
441	Project Personnel	867,911	671,312	196,599	77.35%
2150	ROLAC Sub-contracts with supporting organizations	15,000	10,656	4,344	71.04%
2250	ROLAC Regional awareness raising	24,000	12,337	11,663	51.40%
2301	Technical and information policy materials	18,000	2,000	16,000	11.11%
442	Subcontracts	57,000	24,993	32,007	43.85%
3250	ROLAC South-South cooperation	45,000	44,487	513	98.86%
3350	ROLAC network meetings/thematic workshops	204,000	170,590	33,410	83.62%
443	Training	249,000	215,077	33,923	86.38%
4110	Office Supplies - Regions	12,000	12,000	0	100.00%
4210	Office equipment/computer - Regions	12,000	12,000	0	100.00%
4310	Office rental - Regions	90,000	90,000	0	100.00%
444	Equipment	114,000	114,000	0	100.00%
5110	Rental and maintenance of office equipment - Regions	12,089	12,089	0	100.00%

5210	Translations - Regions	15,000	15,000	0	100.00%
5310	Communication - Regions	28,000	28,000	0	100.00%
445	Miscellaneous	55,089	55,089	0	100.00%
Total Project:	ROLAC	1,343,000	1,080,472	262,528	80.45%
ROWA					
1131	ROWA Regional Network Coordinator	201,000	180,876	20,124	89.99%
1132	ROWA Programme Officer - HPMP	201,000	200,370	630	99.69%
1133	ROWA Programme Officer - HPMP	202,239	200,386	1,852	99.08%
1331	ROWA Programme Assistant	72,112	72,833	-721	101.00%
1332	ROWA Programme Assistant	67,881	68,666	-786	101.16%
1333	ROWA Regional Outreach Assistant - HPMP	22,500	0	22,500	0.00%
1630	ROWA staff travel	70,000	58,827	11,173	84.04%
441	Project Personnel	836,731	781,958	54,773	93.45%
2130	ROWA Sub-contracts with supporting organizations	40,000	0	40,000	0.00%
2230	ROWA Regional awareness raising	20,000	0	20,000	0.00%
442	Subcontracts	60,000	0	60,000	0.00%
3230	ROWA South-South cooperation	33,000	2,552	30,448	7.73%
3330	ROWA network meetings/thematic workshops	86,000	48,747	37,253	56.68%
443	Training	119,000	51,300	67,700	43.11%
4110	Office supplies - Regions	7,000	318	6,682	4.55%
4210	Office equipment/computer - Regions	7,000	0	7,000	0.00%
4310	Office rental - Regions	7,000	6,999	1	99.99%
444	Equipment	21,000	7,318	13,682	34.85%
5110	Rental & maintenance of office equipment - Regions	10,000	8,000	2,000	80.00%
5210	Translations - Regions	6,000	0	6,000	0.00%
5310	Communication - Regions	18,000	12,024	5,976	66.80%
445	Miscellaneous	34,000	20,024	13,976	58.90%
Total Project:	ROWA	1,070,731	860,600	210,131	80.37%
GRAND TOTAL		9,351,009	7,831,637	1,519,372	83.75%