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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Fifty-second Meeting
Montreal, 23-27 July 2007

Addendum

PROJECT PROPOSAL: BANGLADESH

- **Replace** paragraphs 35 and 36 **with** the following:

Agreed level of funding

35. The Secretariat, UNDP and UNEP finalized their discussions on cost-related issues, with the following outcomes:

- (a) Agreement was reached with UNDP on the following level of funding for the project for the phase-out of CFC consumption in the manufacture of aerosol metered-dose inhalers in Bangladesh:

Capital cost (including contingency)	US \$1,079,917
Technology transfer costs	US \$1,660,457
Operating costs (one year)	US \$309,914
Total cost	US \$3,050,288

- (b) Agreement however was not reached on the level of funding for the transition strategy for phasing out use of CFCs in the manufacturing of MDIs. Based on the comments presented in paragraph 25 of the document UNEP/OzL.Pro/ExCom/52/26, the Secretariat proposed a total funding of US \$70,000 for the transition strategy. UNEP reported that the Government feels that the proposed funding level would adversely affect implementation of the transition strategy as well as the project management structure. The Secretariat

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noted that, on the basis of decision 41/80, the transition strategy should not have been submitted for consideration by the Executive Committee on account of unresolved cost-related issues with UNEP. However, being aware of the immediate assistance required by the Government of Bangladesh to reduce its CFC consumption in order to achieve the complete phase-out of CFCs by 1 January 2010, and the relationship between the investment project and the transition strategy, the Secretariat submitted the project for consideration by the Executive Committee.

RECOMMENDATION

36. The Executive Committee might wish to consider:

- (a) Whether or not it wishes to adjust the level of funding of the national phase-out plan for Bangladesh approved by the Executive Committee at its 42nd Meeting from US \$1,355,000 to US \$1,043,500 (excluding agency support costs) according to the methodology described in paragraphs 22 to 24 of the present document;
- (b) Approving the transition strategy for phasing out use of CFCs in the manufacturing of MDIs in Bangladesh at the level of funding recommended by the Secretariat; and
- (c) Approving the project for the phase-out of CFC consumption in the manufacture of aerosol metered-dose inhalers in Bangladesh at the amount of US \$3,050,288 plus agency support costs of US \$228,771 for UNDP.