



联合国



环境规划署

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执行蒙特利尔议定书
多边基金执行委员会
第五十七次会议
2009年3月30日至4月3日，蒙特利尔

开发计划署 2009 年工作方案

基金秘书处的评论和建议

1. 开发计划署请执行委员会为其 2009 年工作方案核准 3,219,684 美元,外加 241,776 美元的机构支助费用。
2. 开发计划署 2009 年工作方案拟议的活动如下文表 1 所示:

表 1: 开发计划署的工作方案

国家	活动/项目	所需数额 (美元)	建议数额 (美元)
A 节: 建议一揽子核准的活动			
A1. 延长体制建设项目			
智利	体制建设 (第八阶段)	186,550	186,550
格鲁吉亚	体制建设 (第六阶段)	60,667	60,667
巴基斯坦	体制建设 (第五阶段)	224,467	224,467
	A1 小计:	471,684	471,684
A2. 关于投资部分的额外氟氯烃淘汰管理计划编制申请			
亚美尼亚	氟氯烃淘汰管理计划投资活动编制	30,000	30,000
孟加拉国	氟氯烃淘汰管理计划投资活动编制	100,000	100,000
玻利维亚	氟氯烃淘汰管理计划投资活动编制	50,000	50,000
巴西	氟氯烃淘汰管理计划投资活动编制	358,000	358,000
智利	氟氯烃淘汰管理计划投资活动编制	100,000	100,000
哥伦比亚	氟氯烃淘汰管理计划投资活动编制	150,000	150,000
哥斯达黎加	氟氯烃淘汰管理计划投资活动编制	60,000	60,000
古巴	氟氯烃淘汰管理计划投资活动编制	50,000	50,000
多米尼克	氟氯烃淘汰管理计划投资活动编制	60,000	60,000
萨尔瓦多	氟氯烃淘汰管理计划投资活动编制	30,000	30,000
格鲁吉亚	氟氯烃淘汰管理计划投资活动编制	30,000	30,000
印度尼西亚	氟氯烃淘汰管理计划投资活动编制	90,000	90,000
伊朗	氟氯烃淘汰管理计划投资活动编制	85,000	85,000
吉尔吉斯斯坦	氟氯烃淘汰管理计划投资活动编制	30,000	30,000
黎巴嫩	氟氯烃淘汰管理计划投资活动编制	100,000	100,000
马来西亚	氟氯烃淘汰管理计划投资活动编制	250,000	250,000
尼日利亚	氟氯烃淘汰管理计划投资活动编制	50,000	50,000
巴拿马	氟氯烃淘汰管理计划投资活动编制	50,000	50,000
巴拉圭	氟氯烃淘汰管理计划投资活动编制以及对氟氯烃淘汰管理计划编制的额外供资	125,000	125,000
秘鲁	氟氯烃淘汰管理计划投资活动编制	80,000	80,000
斯里兰卡	氟氯烃淘汰管理计划投资活动编制	40,000	40,000
斯威士兰	氟氯烃淘汰管理计划投资活动编制	30,000	30,000
坦桑尼亚	氟氯烃淘汰管理计划投资活动编制	50,000	50,000
乌拉圭	氟氯烃淘汰管理计划投资活动编制	60,000	60,000

国家	活动/项目	所需数额 (美元)	建议数额 (美元)
	A2 小计:	2,058,000	2,058,000
A3. 最终淘汰管理计划的核查			
格鲁吉亚	最终淘汰管理计划的核查	20,000	20,000
	A3 小计:	20,000	20,000
B 节: 建议个别审议的活动			
B1. 示范氟氯烃淘汰计划替代技术验证方面的技术援助			
埃及	关于泡沫塑料中低成本碳氢化合物验证的编制	30,000	*
土耳其	关于聚苯乙烯泡沫塑料中重质燃油验证的编制	30,000	*
	B1 小计:	60,000	
B2. 氟氯烃淘汰计划替代技术示范项目的项目编制			
中国	编制 HCFC-22 住宅气源的转产示范项目	30,000	*
中国	编制 HCFC-22 往复式制冷压缩机的转产示范项目	30,000	*
	B2 小计:	60,000	
B3. 技术援助			
全球	调动资源以实现氟氯烃淘汰中的气候共同利益。	250,000	*
	B3 小计:	250,000	
B4. 关于消耗臭氧层物质废物管理的试点项目			
玻利维亚	关于消耗臭氧层物质库管理的试点项目编制	30,000	*
巴西	关于消耗臭氧层物质库管理的试点项目编制	40,000	*
哥伦比亚	关于消耗臭氧层物质库管理的试点项目编制	40,000	*
古巴	关于消耗臭氧层物质库管理的试点项目编制	30,000	*
埃及	关于消耗臭氧层物质库管理的试点项目编制	40,000	*
加纳	关于消耗臭氧层物质库管理的试点项目编制	30,000	*
印度	关于消耗臭氧层物质库管理的试点项目编制	60,000	*
乌拉圭	关于消耗臭氧层物质库管理的试点项目编制	30,000	*
	B4 小计:	300,000	
A 节和 B 节小计:		3,219,684	2,549,684
机构支助费用 (7.5%用于项目编制和体制建设以及超过 250,000 美元的其他活动, 9%用于其他 250,000 美元以下的活动):		241,776	191,526
共计:		3,461,460	2,741,210

*供个别审议或待定的项目。

A 节： 建议一揽子核准的活动

A1. 延长体制建设项目

- (a) 智利（第八阶段）： 186,550 美元
- (b) 格鲁吉亚（第六阶段）： 60,667 美元
- (c) 巴基斯坦（第五阶段）： 224,467 美元

项目说明

3. 开发计划署提交了上述三个国家关于延长体制建设项目的申请。上述国家的申请说明载于本文件附件一。

秘书处的建议

4. 基金秘书处建议按照表 1 所示供资数额一揽子核准这三个国家延长体制建设的申请。谨建议执行委员会向三国政府传达本文件附件二所载的附加评论。

A2. 关于投资部分的额外氟氯烃淘汰管理计划编制申请

亚美尼亚	氟氯烃淘汰管理计划投资活动编制	30,000
孟加拉国	氟氯烃淘汰管理计划投资活动编制	100,000
玻利维亚	氟氯烃淘汰管理计划投资活动编制	50,000
巴西	氟氯烃淘汰管理计划投资活动编制	358,000
智利	氟氯烃淘汰管理计划投资活动编制	100,000
哥伦比亚	氟氯烃淘汰管理计划投资活动编制	150,000
哥斯达黎加	氟氯烃淘汰管理计划投资活动编制	60,000
古巴	氟氯烃淘汰管理计划投资活动编制	50,000
多米尼克	氟氯烃淘汰管理计划投资活动编制	60,000
萨尔瓦多	氟氯烃淘汰管理计划投资活动编制	30,000
格鲁吉亚	氟氯烃淘汰管理计划投资活动编制	30,000
印度尼西亚	氟氯烃淘汰管理计划投资活动编制	90,000
伊朗	氟氯烃淘汰管理计划投资活动编制	85,000
吉尔吉斯斯坦	氟氯烃淘汰管理计划投资活动编制	30,000
黎巴嫩	氟氯烃淘汰管理计划投资活动编制	100,000
马来西亚	氟氯烃淘汰管理计划投资活动编制	250,000
尼日利亚	氟氯烃淘汰管理计划投资活动编制	50,000
巴拿马	氟氯烃淘汰管理计划投资活动编制	50,000
巴拉圭	氟氯烃淘汰管理计划投资活动编制	125,000
秘鲁	氟氯烃淘汰管理计划投资活动编制	80,000

斯里兰卡	氟氯烃淘汰管理计划投资活动编制	40,000
斯威士兰	氟氯烃淘汰管理计划投资活动编制	30,000
坦桑尼亚	氟氯烃淘汰管理计划投资活动编制	50,000
乌拉圭	氟氯烃淘汰管理计划投资活动编制	60,000

项目说明

5. 开发计划署为上文所列 24 个国家已核准的氟氯烃淘汰管理计划投资活动编制申请额外资金。在其提交的申请中，开发计划署提供了基本信息以说明国家的氟氯烃消费量、使用氟氯烃的行业，以及这些行业计划如何与综合性氟氯烃淘汰管理计划相联系，特别是在由一个以上的机构共同实施计划的国家。每份申请的信息附于本文件所附开发计划署工作方案的第 4 页至第 10 页。

秘书处的评论

6. 秘书处详细审查了上述所有申请，认定所提供的信息和申请的基金符合第 56/16 号决定。

秘书处的建议

7. 秘书处建议按照本文件表 1 所示供资数额一揽子核准上述 24 个国家的氟氯烃淘汰管理计划投资活动编制的申请。

A3. 最终淘汰管理计划的核查

格鲁吉亚：最终淘汰管理计划的单独核查： 20,000 美元

8. 执行委员会在第 45/54 号决定中特别商定，每年从低消费量国家正在实施的最终淘汰管理计划中随机选择 10% 作为样本进行核查。为此，秘书处随机选择了几个已核准的最终淘汰管理计划，格鲁吉亚是其中之一。开发计划署作为负责格鲁吉亚最终淘汰管理计划的执行机构，应邀提交了关于开展核查活动的供资申请，以便在此次会议上根据其 2009 年工作方案进行审议。开发计划署为此次核查申请 20,000 美元。

秘书处的评论

9. 开发计划署告知秘书处，申请的拟定数额符合目前的成本，并且与执行委员会先前会议上就类似核查核准的金额一致。

秘书处的建议

10. 秘书处建议按照本文件表 1 所示供资数额一揽子核准此次申请。

B 节： 建议个别审议的活动

B1. 示范氟氯烃淘汰计划替代技术验证方面的技术援助

埃及：关于泡沫塑料中低成本碳氢化合物验证项目编制：30,000 美元

土耳其：关于聚苯乙烯泡沫塑料中重质燃油验证项目编制：30,000 美元

项目说明

11. 开发计划署提交了两份申请，一个是埃及验证在硬性和结皮泡沫塑料中以碳氢化合物取代 HCFC-141b 的替代技术成本效益和可行性的示范项目编制，另一个是土耳其关于在挤塑聚苯乙烯泡沫塑料板材中使用 HFO-1234ze 的示范项目编制。

12. 埃及项目将在 Technocom 实施，该集团成立于 1993 年，是聚氨酯化学品及设备的工厂和经销商。项目结果将展示羟基多元醇对工厂而言的利益。

13. 土耳其项目将测试一种新近商业化的在硬质和结皮泡沫塑料工业中应用的零消耗臭氧潜能值和低全球升温潜能值发泡剂（HFO-1234ze）。

秘书处的评论

14. 秘书处注意到开发计划署的提案没有包括这些项目潜在的可能淘汰的 ODP 数量。开发计划署告知秘书处，此项目为验证行动，只有当这些技术在指定公司实施才可能淘汰氟氯烃。

15. 目前，项目编制申请使开发计划署能够设计项目并确定可以土耳其示范重质燃油技术的公司。秘书处注意到开发计划署没有指定土耳其的具体受惠企业，但表示将在项目编制过程中确定。对于埃及，其呈件已指定了编制项目的工厂。

16. 秘书处注意到在第 55/43(e)号决定中，执行委员会请双边机构和执行机构作为紧急事项，编制并提交包括工厂和/或化学品供应商在内的数量有限的指定项目，以便制定、优化和验证使用无氟氯烃发泡剂的化学配方。虽然开发计划署关于埃及和土耳其两项项目编制的提案符合本决定的部分要求，但都缺少将要淘汰的氟氯烃的数量信息。另外，对土耳其而言，提案没有指定将要实施验证项目的企业。

秘书处的建议

17. 根据以上评论，谨建议执行委员会审议是否为埃及和土耳其的项目编制申请供资。

B2. 氟氯烃淘汰计划替代技术示范项目的项目编制

中国：清华同方人工环境有限公司 HCFC-22 住宅气源热泵设备向 R-410A 转产的项目编制：30,000 美元

中国：烟台冰轮集团有限公司 HCFC-22 往复式制冷压缩机向冷藏库应用转产的项目编制：30,000 美元

项目说明

18. 开发计划署提交了两份关于中国制冷行业示范项目编制申请。这些提案载于本文件所附开发计划署工作方案附件二。

- (a) 清华同方人工环境有限公司成立于 1993 年，是中国热泵技术领域的领军企业。本项目将通过重新设计和改进系统及其组件，评估在新的无氟氯烃气源热泵系列设备中以 R-410a 替代氟氯烃的技术和商业可行性。
- (b) 烟台冰轮集团有限公司成立于 1956 年，专门生产空调及制冷产品。本项目将评估在该行业使用不同的氟氯烃替代物质的技术和商业可行性。

19. 项目编制资金将用于制订投资提案，如果实施，将制订可在其他同类生产企业应用的可复制模型，确定示范替代物质的技术性能和经济可行性以及今后计算转产成本的方法。

秘书处的评论

20. 秘书处根据第 56/16(i)号决定审查了这些呈件，并指出其中没有提出执行委员会应选择这两个项目的令人信服的理由。另外，两项提案都没有包括企业中使用氟氯烃的信息及其对本国氟氯烃使用总量的影响。关于往复式压缩机项目编制申请，开发计划署没有指明要展示的技术。

21. 开发计划署解释说，这些申请是根据第 55/43 (f)号决定提出的，执行委员会在该决定中特别请各机构提交数量有限的关于制冷和空调次级行业中氟氯烃向低全球升温潜能值技术转产的示范项目，以确定所需要的所有步骤并评估其相关成本。此外，这也是应中国政府的要求，即需要有一些项目来展示所述技术的各种应用，这样将协助中国政府和制冷工业确定用于淘汰这些行业所使用的氟氯烃的替代物质。秘书处还注意到，两项提案都没有根据第 55/43(b)号决定纳入示范项目将要淘汰的氟氯烃的数量信息。

秘书处的建议

22. 根据秘书处上述评论，谨建议执行委员会审议是否根据第 55/43 号决定和第 56/16(i) 号决定为中国的两个示范项目编制申请供资。

B3. 技术援助

全球：调动资源以实现氟氯烃淘汰中的气候共同利益：250,000 美元

项目说明

23. 开发计划署提交了关于调动资源以使氟氯烃淘汰的气候利益最大化的技术援助项目申请，供资金额为 250,000 美元加支助费用。与申请同时提交的还有一份介绍目标、活动及预期结果的概念说明。本项目载于开发计划署工作方案附件三。

24. 本项目将研究可能利用各种假设要求对增加的气候效益共同供资的潜在项目，审查新出现的确定氟氯烃淘汰气候效益的方法，并在适当时使用新方法。此外，本项目还试图评估不同供资备选办法的风险及财务责任，如碳交易，并针对于潜在顾客制定的营销计划。所有活动将根据要求与多边基金机构密切合作完成。

25. 下表显示了开发计划署申请的 250,000 美元的细目：

一个领队（国际顾问）	45,000 美元
顾问费用	169,000 美元
旅行费用	36,000 美元
共计	250,000 美元

26. 提案还指出，如果多边基金能够提供上述资金，则开发计划署将利用其自有资源以实物形式提供等额供资，用于加快方法的制订。

秘书处的评论

27. 在考虑氟氯烃淘汰项目时，缔约方第十九次会议第 XIX/6 号决定第 11(b) 段为执行委员会提供了指导，重点关注“最大限度降低对环境，包括气候的其他影响的物质或替代技术，同时考虑到全球升温潜能值、能源利用和其他相关因素”。执行委员会在其第五十四次会议上通过了一系列关于氟氯烃淘汰管理计划编制的指导方针，在其第五十五次和第五十六次会议上核准了对 115 个国家氟氯烃淘汰管理计划编制的供资。

28. 第 54/39 号决定商定的关于氟氯烃淘汰管理计划编制的指导方针包括了针对第 5 条国家的规定，以便审议关于共同资助最终氟氯烃淘汰管理计划编制的财政奖励和机会，这与确保氟氯烃淘汰得出符合上述第 XIX/6 号决定第 11(b)段的成果相关。

29. 秘书处注意到开发计划署提交的研究成果有助于各国在氟氯烃淘汰管理计划编制过程中审查共同供资的各种备选办法。秘书处还注意到，执行委员会没有就如何计算氟氯烃淘汰的气候效益以及这些成本是否作为多边基金规定的增量成本提供指导。

30. 秘书处注意到这是基金首次提交此类性质的提案，没有先例可循，也没有审议方面的指导方针。秘书处还注意到，本项目没有明确地构成第 10 条所列以及蒙特利尔议定书缔约方第四次会议商定的增量成本类别指示性清单定义的增量成本。但是，谨建议执行委员会审查开发计划署提交的详细提案，并根据其对制订综合性氟氯烃淘汰管理计划可能做出的积极贡献考虑是否值得讨论。

秘书处的建议

31. 谨建议执行委员会根据上述信息，在讨论议程项目 14 来自贷款和其他资源的额外收入的融资机制时审议该提案。

B4. 关于消耗臭氧层物质废物管理的试点项目

玻利维亚：关于消耗臭氧层物质库管理及销毁的示范项目编制：30,000 美元

巴西：关于消耗臭氧层物质库管理及销毁的示范项目编制：40,000 美元

哥伦比亚：关于消耗臭氧层物质库管理及销毁的示范项目编制：40,000 美元

古巴：关于消耗臭氧层物质库管理及销毁的示范项目编制：30,000 美元

埃及：关于消耗臭氧层物质库管理及销毁的示范项目编制：40,000 美元

加纳：关于消耗臭氧层物质库管理及销毁的示范项目编制：30,000 美元

印度：关于消耗臭氧层物质库管理及销毁的示范项目编制：60,000 美元

乌拉圭：关于消耗臭氧层物质库管理及销毁的示范项目编制：30,000 美元

项目说明

32. 开发计划署为上述 8 个国家提交了消耗臭氧层物质处置试点项目编制申请。

33. 低消费量国家的试点项目旨就受污染的氟氯化碳的收集得出数据和经验，包括收集的费用和物流，处置的备选办法以及完善消耗臭氧层物质库管理和销毁战略的方法。对于较大国家，将要解决的问题包括消耗臭氧层物质处置的可持续商业模式、消耗臭氧层物质废物适当收集和目录编制以及为了更容易和更有效地处理和处置消耗臭氧层物质废物而进行的政策干预。在许多情况下，试点项目还可以探索采用碳融资和贸易作为消耗臭氧层物质废物处置与销毁备选办法的可能性。

34. 上述各项申请的详细信息附于本文件所载开发计划署工作方案附件一。

秘书处的评论

35. 在第 XX/7 号决定第 2 段，缔约方会议请执行委员会作为紧急事项考虑开始执行包含消耗臭氧层物质的收集、运输、储存和销毁的试点项目。尽管执行委员会自第五十一次会议已经同意将消耗臭氧层物质销毁的项目纳入各机构的业务计划，但委员会尚未制订评估其影响的方法，并且也没有提出制订此类项目的指导方针。另外，在此次会议上，委员会将第一次有机会审议第 XX/7(2)号决定第 2 段在资金运转方面的影响。

36. 尽管没有相应的指导方针，秘书处询问了试点项目将要展示的活动以及所申请资金将要涉及的内容。开发计划署提供了每项申请的详细情况，包括将要实施的活动以及整个项目研究内容的说明。

37. 在审查各国申请的费用时，秘书处在项目编制的历史水平上进行了考虑，包括专家和履行费用。

秘书处的建议

38. 谨建议执行委员会根据基金秘书处上述评论审议上文所列 8 国的项目编制申请。

Annex I

INSTITUTIONAL STRENGTHENING PROJECT PROPOSALS

Chile: Renewal of institutional strengthening

Summary of the project and country profile	
Implementing Agency:	UNDP
Amounts previously approved for institutional strengthening (US \$):	
Phase I: jun-92	210,907
Phase II: oct-96	113,500
Phase III: jul-98	143,500
Phase IV: dec-00	143,500
Phase V: nov-02	186,550
Phase VI (year 1): apr-05	93,275
Phase VI (year 2): nov-05	93,275
Phase VII: mar-07	186,550
Total	1,171,057
Amount requested for renewal (Phase VIII) (US \$):	186,550
Amount recommended for approval for Phase VIII (US \$):	186,550
Agency support costs (US \$):	13,991
Total cost of institutional strengthening Phase VIII to the Multilateral Fund (US \$):	200,541
Equivalent amount of CFC phase-out due to institutional strengthening Phase VIII at US \$12.1/kg (ODP tonnes):	n/a
Date of approval of country programme:	1989
ODS consumption reported in country programme (1989) (ODP tonnes):	864.10
Baseline consumption of controlled substances (ODP tonnes):	
(a) Annex A Group I (CFCs) (Average 1995-1997)	828.7
(b) Annex A Group II (Halons) (Average 1995-1997)	8.5
(c) Annex B Group II (Carbon tetrachloride) (Average 1998-2000)	0.6
(d) Annex B Group III (Methyl chloroform) (Average 1998-2000)	6.4
(e) Annex E (Methyl bromide) (Average 1995-1998)	212.5
Latest reported ODS consumption (2007) (ODP tonnes) as per Article 7:	
(a) Annex A Group I (CFCs)	19.2
(b) Annex A Group II (Halons)	0.0
(c) Annex B Group II (Carbon tetrachloride)	0.7
(d) Annex B Group III (Methyl chloroform)	3.5
(e) Annex E (Methyl bromide)	168.0
(f) Annex C Group I (HCFCs)	78.8
Total	270.2
Year of reported country programme implementation data:	2007
Amount approved for projects (US \$):	9,622,384
Amount disbursed (February 2009) (US \$):	7,833,680
ODS to be phased out (ODP tonnes):	1,081.8
ODS phased out (February) (ODP tonnes):	700.5

1. Summary of activities and funds approved by the Executive Committee:

Summary of activities		Funds approved (US \$)
(a)	Investment projects:	4,699,443
(b)	Institutional strengthening:	1,171,057
(c)	Project preparation, technical assistance, training and other non-investment projects:	3,751,884
	Total:	9,622,384

Progress Report

2. During phase VII of the institutional strengthening project in Chile, a major achievement under the lead of the National Ozone Unit was the entry into force of the Rule of the Ozone Law which establishes the quota and licensing system. With regard to its compliance situation, the country has returned to compliance on methyl chloroform consumption. The National Ozone Unit of Chile has also coordinated the implementation of the refrigerant management plan and started the implementation of the national CFC phase-out plan for the servicing sector. Two final umbrella projects in the foams and refrigeration manufacturing sectors that had a slow start are now in implementation. The National Ozone Unit actively participated in several successful national and international meetings and awareness campaigns. It worked diligently in helping the country meet its goals as far as involving the public and private enterprises and in close coordination with the implementing agencies (IA).

Plan of Action

3. During this coming phase, the National Ozone Unit in cooperation with the IAs will work to finalise the project to eliminate solvents, implement the remaining activities under the national CFC phase-out plan and complete all the remaining investment projects in the country. It will also initiate actions to tackle the new challenges posed by the decision XIX/6 on HCFC on ODS related legislation, data collection and reporting and public and targeted awareness campaigns, and prepare the HCFC phase-out management plan (HPMP).

Georgia: Renewal of institutional strengthening

Summary of the project and country profile	
Implementing Agency:	UNDP
Amounts previously approved for institutional strengthening (US \$):	
Phase I: month year	70,000
Phase II: month year	46,700
Phase III: month year	60,667
Phase IV: month year	60,667
Phase V: month year	60,667
Total	298,701
Amount requested for renewal (Phase VI) (US \$):	60,667
Amount recommended for approval for Phase VI (US \$):	60,667
Agency support costs (US \$):	4,550
Total cost of institutional strengthening Phase VI to the Multilateral Fund (US \$):	65,217
Equivalent amount of CFC phase-out due to institutional strengthening Phase VI at US \$12.1/kg (ODP tonnes):	n/a
Date of approval of country programme:	1996
ODS consumption reported in country programme (1996) (ODP tonnes):	21.5
Baseline consumption of controlled substances (ODP tonnes):	
(a) Annex A Group I (CFCs) (Average 1995-1997)	22.5
(b) Annex A Group II (Halon) (Average 1995-1997)	42.5
(c) Annex B Group II (Carbon tetrachloride) (Average 1998-2000)	0.0
(d) Annex B Group III (Methyl chloroform) (Average 1998-2000)	0.0
(e) Annex E (Methyl bromide) (Average 1995-1998)	13.7

Latest reported ODS consumption (2007) (ODP tonnes) as per Article 7:	
(a) Annex A Group I (CFCs)	2.7
(b) Annex A Group II (Halons)	0.0
(c) Annex B Group II (Carbon tetrachloride)	0.0
(d) Annex B Group III (Methyl chloroform)	0.0
(e) Annex E (Methyl bromide)	1.8
(f) Annex C Group I (HCFCs)	1.8
Total	6.3
Year of reported country programme implementation data:	2007
Amount approved for projects (US \$):	1,731,326
Amount disbursed (February 2009) (US \$):	1,075,965
ODS to be phased out (ODP tonnes):	86.7
ODS phased out (February 2009) (ODP tonnes):	33.8

4. Summary of activities and funds approved by the Executive Committee:

Summary of activities		Funds approved (US \$)
(a)	Investment projects:	550,500
(b)	Institutional strengthening:	298,701
(c)	Project preparation, technical assistance, training and other non-investment projects:	882,125
	Total:	1,731,326

Progress report

5. Georgia reported on a number of important initiatives it has undertaken during Phase V of the institutional strengthening project. These include timely reporting on ODS consumption, training workshops for customs officers, approval of code of practice, training materials and equipment for vocational schools, MB alternatives registration, and a series of awareness raising activities which covered the whole country. The NOU of Georgia has achieved excellent results in coordinating ODSs phase-out activities in Georgia.

Plan of action

6. Over the next 2 years Georgia's action plan intends to focus on the fulfilment of the MP commitments, especially in relation to the 100 percent CFC and halons reduction measure. Planned activities will include coordination of TPMP (including MDI component) and HPMP programmes; provision of support to enhance monitoring of import/export of ODS, as well as monitoring of the effectiveness of registered MB alternatives. Awareness raising will be one the key direction of work.

Pakistan: Renewal of institutional strengthening

Summary of the project and country profile		UNDP
Implementing Agency:		UNDP
Amounts previously approved for institutional strengthening (US \$):		
	Phase I: sep-94	254,958
	Phase II: dec-01	172,564
	Phase III: dec-03	224,467
	Phase IV(year I): mar-07	112,233
	Phase IV(year II): nov-07	112,234
	Total	876,456
Amount requested for renewal (Phase V) (US \$):		224,467
Amount recommended for approval for Phase V (US \$):		224,467
Agency support costs (US \$):		16,835
Total cost of institutional strengthening Phase V to the Multilateral Fund (US \$):		241,302

Equivalent amount of CFC phase-out due to institutional strengthening Phase V at US \$12.1/kg (ODP tonnes):	n/a
Date of approval of country programme:	1995
ODS consumption reported in country programme (1995) (ODP tonnes):	2003.6
Baseline consumption of controlled substances (ODP tonnes):	
(a) Annex A Group I (CFCs) (Average 1995-1997)	1,679.4
(b) Annex A Group II (Halons) (Average 1995-1997)	14.2
(c) Annex B Group II (Carbon tetrachloride) (Average 1998-2000)	412.9
(d) Annex B Group III (Methyl chloroform) (Average 1998-2000)	2.3
(e) Annex E (Methyl bromide) (Average 1995-1998)	14.0
Latest reported ODS consumption (2007) (ODP tonnes) as per Article 7:	
(a) Annex A Group I (CFCs)	170.3
(b) Annex A Group II (Halons)	0.0
(c) Annex B Group II (Carbon tetrachloride)	0.0
(d) Annex B Group III (Methyl chloroform)	0.0
(e) Annex E (Methyl bromide)	0.0
(f) Annex C Group I (HCFCs)	183.7
Total	354.0
Year of reported country programme implementation data:	2007
Amount approved for projects (US \$):	19,654,576
Amount disbursed (February 2009) (US \$):	17,829,368
ODS to be phased out (ODP tonnes):	2,435.5
ODS phased out (as at February 2009) (ODP tonnes):	2,299.3

7. Summary of activities and funds approved by the Executive Committee:

Summary of activities		Funds approved (US \$)
(a)	Investment projects:	16,639,465
(b)	Institutional strengthening:	876,456
(c)	Project preparation, technical assistance, training and other non-investment projects:	2,138,655
	Total:	19,654,576

Progress report

8. During its fourth phase, the institutional strengthening (IS) project of Pakistan continued successfully, achieving and maintaining compliance with the Montreal Protocol control measures for CFCs, halons and methyl bromide and have returned to compliance with the requirements for CTC through the implementation of its plan of action. During this phase a number of significant and proactive steps have been taken in order to ensure its 2010 phase-out target is met, including the continued implementation of its phase-out projects and the imposition of a ban on import of CFC-based compressors in July 2008 under the new Trade Policy 2008-09. During the implementation of the fourth phase, through the continued education and training of the customs officers, the Customs authorities in Pakistan seized over 64 metric tons of CFC. The Ozone Unit of Pakistan continued to monitor the ongoing RMP, CTC sector phase-out plan and the halon bank projects as well as implement a number of public awareness campaigns and production of awareness material. The Government of Pakistan also successfully negotiated a phase-out project in its MDI sector which will partially cover the cost of the conversion in two enterprises. The Government of Pakistan has also been elected as Co-Chair of the Open-Ended Working Group (OEWG) of the Montreal Protocol in 2009.

Plan of action

9. The NOU of Pakistan has the following objectives for the fifth phase of the institutional strengthening project: to monitor the implementation of the separately funded RMP, CTC sector phase-out plan and halon bank project to implement the recently approved MDI conversion plan and to carry out work to support the elaboration of their HCFC phase-out management plan. Further to the implementation of specific projects, the NOU will continue raising public awareness through various activities.

附件二

执行委员会就提交第五十七次会议的延长体制建设项目发表的意见

智利

1. 执行委员会审查了随同智利延长体制建设项目申请提交的最终报告，并赞赏地注意到 CONAMA 在执行这一最后阶段过程中取得了各项成就。执行委员会还特别注意到智利在制定和执行全面运作的最新许可证制度方面取得了进展。这一进步将为该国国家臭氧协调中心提供极大支持，并有助于保持履行各项消耗臭氧层物质消费量目标。该国在包括制冷剂管理计划，以及向淘汰消耗臭氧层溶剂工作提供技术援助在内的若干活动方面取得了进展，这有助于其遵守甲基氯仿消费量，执行委员会为此备受鼓舞。执行委员会对智利政府在当前阶段取得各项成就表示称赞，并希望智利在今后两年将继续卓有成效地执行其已列入方案的各项活动，并维持其当前的各类氟氯化碳削减量。

格鲁吉亚

2. 执行委员会审查了随同格鲁吉亚延长体制建设项目申请提交的资料。执行委员会注意到格鲁吉亚报告的氟氯化碳消费量连续从 2005 年的 8 ODP 吨降至 2007 年的 3 ODP 吨这一事实。由于格鲁吉亚氟氯化碳的基准是 22.50 吨，这表明格鲁吉亚能够履行《蒙特利尔议定书》中有关各类氟氯化碳削减 85% 的要求。在其呈件中，格鲁吉亚报告其在体制建设项目的第五阶段采取了诸多重要举措。格鲁吉亚臭氧机构在格鲁吉亚协调消耗臭氧层物质淘汰活动方面取得了丰硕成果。还高效、及时地开展了所有活动。在今后两年，格鲁吉亚行动计划指出其打算着重履行《蒙特利尔议定书》的各项承诺，特别是氟氯化碳和哈龙削减 100% 的措施。此外，计划还包括启动与氟氯烃相关的活动，因为缔约方第十九次会议在此方面做出了决定。

巴基斯坦

3. 执行委员会审查了巴基斯坦随同延长体制建设项目项目申请提交的报告，并赞赏地注意到巴基斯坦采取紧急行动，提交了一份关于恢复履行《蒙特利尔议定书》中四氯化碳管制措施的行动计划。执行委员会还注意到，巴基斯坦在体制建设项目框架内采取了重要步骤，来淘汰其消耗臭氧层物质消费量，还特别致力于执行哈龙库存项目、制冷剂管理计划和四氯化碳行业淘汰工作，并针对制冷技师和海关官员开展培训讲习班。执行委员会大力支持巴基斯坦为削减消耗臭氧层物质消费量所做的努力。因此，执行委员会希望巴基斯坦在今后两年将继续执行其国家方案和国家淘汰活动，并在削减当前消耗臭氧层物质消费量水平方面取得显著成就。执行委员会还祝贺巴基斯坦政府当选为蒙特利尔议定书缔约方不限成员名额工作组第二十九次会议的联席主席。

**EXECUTIVE COMMITTEE OF THE MULTILATERAL
FUND
FOR THE IMPLEMENTATION OF THE
MONTREAL PROTOCOL
(57th Meeting, 30 March – 3 April 2009, Montreal)**

**2009 WORK PROGRAMME
OF THE
UNITED NATIONS DEVELOPMENT PROGRAMME**

**Request for Project Preparation and Non-Investment Projects at the
57th Executive Committee Meeting**

18 February 2009

2009 UNDP WORK PROGRAMME

57th Executive Committee Meeting (30 March –3 April 2009, Montreal)

This Work Programme document contains all non-investment and project preparation programmes that are being requested at the 57th Meeting of the Executive Committee. These requests amount to US\$ 3,219,684 plus US\$ 241,776 of support cost, as elaborated upon below.

1. Institutional Strengthening Renewal Requests.

The following Institutional Strengthening Renewal Requests are being submitted at the 57th meeting of the Executive Committee:

NR	COUNTRY	TITLE	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$
1	Chile	Institutional Strengthening Phase 8	186,550	13,991	200,541
2	Pakistan	Institutional Strengthening Phase 5	224,467	16,835	241,302
3	Georgia	Institutional Strengthening Phase 6	60,667	4,550	65,217
Subtotal Institutional Strengthening Projects			471,684	35,376	507,060

Documents for the IS Renewal Request above were submitted separately by UNDP.

2. Verification of a Terminal Phaseout Management Plan.

As communicated by the MLS Secretariat in their email of 10 Feb 2009, and in accordance with decision 45/54(d) of the Executive Committee, UNDP will have to conduct an independent verification of the TPMP in Georgia in 2009, for which funding is being requested as follows:

NR	COUNTRY	TITLE	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$
1	Georgia	Independent Verification of the TPMP	20,000	1,800	21,800

3. Pilot projects in ODS waste management

NR	COUNTRY	TITLE	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$
1	Bolivia	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
2	Brazil	PRP for Demonstration on ODS Banks Mgt and Destruction	40,000	3,000	43,000
3	Colombia	PRP for Demonstration on ODS Banks Mgt and Destruction	40,000	3,000	43,000
4	Uruguay	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
5	Ghana	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
6	Cuba	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
7	Egypt	PRP for Demonstration on ODS Banks Mgt and Destruction	40,000	3,000	43,000
8	India	PRP for Demonstration on ODS Banks Mgt and Destruction	60,000	4,500	64,500
Subtotal PRP Pilots on ODS Waste Management and Destruction			300,000	22,500	322,500

The projects above are proposed as response to the Decision XX/ 7 (2) from the Meeting of the Parties who requested the Executive Committee of the Multilateral Fund, to consider as a matter of urgency commencing pilot projects that may cover the collection, transport, storage and destruction of ozone depleting substances. As an initial priority, the Executive Committee might consider projects with a focus on assembled stocks of ODS with high net global warming potential, in a representative sample of regionally diverse Parties operating under paragraph 1 of Article 5. It is understood that this initial priority would not preclude the initiation of other types of pilot projects including on halons and carbon tetrachloride should these have an important demonstration value. In addition to protecting the ozone layer, these projects will seek to generate practical data and experience on management and financing modalities, achieve climate benefits, and would explore opportunities to leverage co-financing.

For each PRP request about 40% of the budget would be used for international consultants, 40% for national consultants (or local subcontracts) and 20% for workshops/ sundries.

Annex 1 of this document provides more detailed general information on the proposals and also on each of the 8 above-mentioned ODS waste pilot requests, which provides justifications as to why they were included and what synergies will be sought for, from other funding sources.

4. Requests for Activities related to HCFCs

4.1. Additional Preparatory Funds for HCFC Phase-out Management Plans (HPMPs)

Proposals are described in the following table and would result in individual projects, umbrella projects or sector plans which would be submitted together with the HPMP for funding in 2010. Here again, for each PRP request about 40% of the budget would be used for international consultants, 40% for national consultants (or local subcontracts) and 20% for workshops/ sundries.

Nr	Country	Title	Budget	Support Costs	Total	Explanation
1	Armenia	PRP for HPMP-investment activities: HCFC Elimination at the SAGA Refrigeration Manufacturing Plant.	30,000	2,250	32,250	Armenia reported 4.4 ODP tones of HCFC-22 in 2007. The funds would be used for the elimination of HCFCs at the SAGA commercial refrigeration manufacturing plant, which according to the Government's official request, is the largest HCFC-consuming enterprise in Armenia.
2	Bangladesh	PRP for HPMP-investment activities: HCFC elimination through a Foam Sector Phaseout Plan.	50,000	3,750	53,750	Bangladesh has reported 32.23 ODP tones of HCFC-22 and 4.95 ODP tones of HCFC-141b in 2007. The Government requested UNDP to prepare investment activities in different HCFC manufacturing sectors. There are two main manufacturing sectors in Bangladesh that use HCFC. These are the refrigeration sector which consumes close to 40% of the total HCFC 22 consumption of Bangladesh and the Foam Sector. These two sectors have not been previously characterized and it is anticipated that due to the large consumption volumes in the Refrigeration sector (over 250 MT), additional funding will be required to properly identify the users and develop specific options for phase out in some of the manufacturers. It is expected that the additional funding will be necessary to conduct a number of sector stakeholder consultations, additional data collection, additional analysis and identification of options of alternatives, including looking at climate neutral options. The same will be expected in the Foam Sector.
3	Bangladesh	PRP for HPMP-investment activities: HCFC elimination through a Refrigeration Sector Phaseout Plan.	50,000	3,750	53,750	See previous Bangladesh-entry.
4	Bolivia	PRP for HPMP-investment activities: HCFC elimination in the foam sector phaseout plan.	50,000	3,750	53,750	Bolivia reported in 2007 a total of 4 ODP Tones of HCFC consumption. According to Decision 56/16 Bolivia could request up to US\$ 100,000 for preparatory activities in the manufacturing sectors. The present request for US\$50,000 is only for the foams manufacturing sector where there are as a minimum 2 companies using HCFC 141b according to information gathered from previous activities in the country. However, this information has to be properly collected and companies visited to determine baseline. This is the only request to be done by UNDP. GTZ as Lead agency has been informed and it may request additional funding within the Decision limits for other manufacturing sectors.

Nr	Country	Title	Budget	Support Costs	Total	Explanation
5	Brazil	PRP for HPMP-investment activities: HCFC elimination in the foam manufacturing sector.	150,000	11,250	161,250	Brazil has reported 1,545.2 ODP tones of HCFCs in 2007. There are 600 companies identified in the foams sector, nine companies in the air conditioning manufacturing sector, at least one company using HCFC 141b as solvent in another manufacturing sector and an undetermined number of companies using an average of 15 Tones of HCFC 22 as process agent in the chemical industry. The funds requested will be distributed as follows: 150,000 for the foams sector, US\$ 80,000 for the refrigeration manufacturing sector, US\$ 80,000 for the air conditioning manufacturing sector and the remaining funds (US\$48,140) for solvents use in the manufacturing sector (including process agent). The balance of eligible PRP funds (US\$ 400,000 - 358,140) would be used by GTZ for its work with 2 companies in the XPS sector.
6	Brazil	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector.	80,000	6,000	86,000	See previous Brazil-entry.
7	Brazil	PRP for HPMP-investment activities: HCFC elimination in the air conditioning manufacturing	80,000	6,000	86,000	See previous Brazil-entry.
8	Brazil	PRP for HPMP-investment activities: HCFC elimination for the use of solvents in the manufacturing sector.	48,000	3,600	51,600	See previous Brazil-entry.
9	Chile	PRP for HPMP-investment activities: HCFC elimination in the foam manufacturing sector.	50,000	3,750	53,750	Chile has reported 78.8 ODP tones of HCFCs in 2007. Through previous activities it is expected that at least 4 companies are using HCFC 141b and 1 is using HCFC 22 in the production of foams. In addition at least two companies are using HCFC 22 and one company is using HCFC 141b in the production of commercial refrigeration. With the preparatory funds data will be properly collected to identify use of HCFC 141b and HCFC 22 and include eligible user companies in sector and subsector plans for foams and refrigeration.
10	Chile	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector.	50,000	3,750	53,750	See previous Chile-entry.

Nr	Country	Title	Budget	Support Costs	Total	Explanation
11	Colombia	PRP for HPMP-investment activities: HCFC elimination in the manufacture of foams in the refrigeration and other foams sectors.	150,000	11,250	161,250	Colombia has reported 206.2 ODP tones of HCFCs in 2007. HCFC 141b is consumed by the domestic & commercial refrigeration sectors in the manufacturing of rigid foam, as well as in several foam subsectors . Through previous activities around 23 companies converted to HCFC 141b plus 36 out of 543 SMEs were identified. The remaining companies need to be verified as well as companies that were using HCFC 141b from the outset. With the PRP funds, sector plans will be prepared. In addition, HCFC 22 is being used by multiple companies in the production of refrigeration chambers and installation of commercial refrigeration systems among others. The total PRP eligible for Colombia is US\$ 200,000. However, only US\$ 150,000 will be requested at this meeting to address the foams manufacturing sector. The additional US\$50,000 will be requested for the refrigeration sector at a future meeting.
12	Costa Rica	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector.	60,000	4,500	64,500	Costa Rica has reported 15.8 ODP tones of HCFCs in 2007. The government has informed UNDP that they have 3-14 enterprises in the manufacturing sector. Based on knowledge about the sectors (commercial and domestic refrigeration) it appears that approximately 5 companies use HCFC 141b. UNDP would like to request 60.000 US\$ now for the refrigeration sector and would like to reserve the remaining eligible US\$ 40,000 for the foams sector later.
13	Cuba	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	50,000	3,750	53,750	Cuba has reported 14.4 ODP tones of HCFCs in 2007. The government has informed UNDP that they have 3-14 enterprises in the manufacturing sector. Based on knowledge about the commercial refrigeration sectors in Cuba, it appears that approximately 2 companies use HCFC 141b. UNDP would like to request 50.000 US\$ instead of the original amount of US\$ 80,000.
14	Dominican Rep	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	60,000	4,500	64,500	The Dominican Republic has reported 51.2 ODP tones of HCFCs in 2007. The government has informed UNDP that they have 3-14 enterprises in the manufacturing sector. Based on knowledge about the sectors (Rigid Foam and commercial refrigeration), it appears that approximately 4 companies use HCFC 141b. UNDP would like to request 60.000 US\$ to address the foam sector.
15	El Salvador	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing at one enterprise.	30,000	2,250	32,250	El Salvador has reported 16.7 ODP tones of HCFCs in 2007. The government has informed UNDP that they have 3-14 enterprises in the manufacturing sector. Based on knowledge about the Domestic Refrigeration sector in El Salvador, it appears that approximately 1 company uses HCFC 141b. UNDP would like to request 30.000 US\$ to address this 141b consumption at the enterprise.
16	Georgia	PRP for HPMP-investment activities: HCFC elimination in the assembly of refrigeration equipment.	30,000	2,250	32,250	Georgia has reported 1.8 ODP tones of HCFC-22 in 2007. As mentioned in the business plan letter received from the NOU, there are companies using HCFCs which assemble commercial refrigeration equipment. Georgia

Nr	Country	Title	Budget	Support Costs	Total	Explanation
						mentioned this is a very important area of work for the country which needs to be addressed.
17	Indonesia	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector (except air-to-air air-conditioning).	70,000	5,250	75,250	Indonesia has reported 286.8 ODP tones of HCFCs in 2007. The requested funding would be used for developing individual/group projects and sector plans for the Air Conditioning and Refrigeration sectors (defined as per Decision 56/16 (e) to be incorporated in Indonesia's HPMP for compliance with 2013/15 targets. As per the outputs of the HCFC survey carried out in 2005-2007, these two sectors have a combined over 300 enterprises engaged in manufacturing activities and represent over 60% of the HCFC consumption in manufacturing in Indonesia. Indonesia's 2007 HCFC consumption was in the 101-300 ODP Tones range and hence qualifies for an additional US\$ 200,000 for PRP for investment activities of which US\$ 92,000 was allocated to UNDP.
18	Indonesia	PRP for HPMP-investment activities: HCFC elimination in the air-to-air air conditioning sector	20,000	1,500	21,500	See previous Indonesia-entry
19	Iran	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector (except air-to-air airconditioning).	45,000	3,375	48,375	Iran has reported 191.4 ODP tones of HCFCs in 2007. The requested funding would be used for developing individual/group projects and sector plans for the Air Conditioning and Refrigeration Sectors (plus part of the Foam Sector - rigid foam SMEs) to be incorporated in Iran's HPMP for compliance with the 2013/15 targets. As per the outputs of the HCFC survey carried out in 2005-2007, each of these sectors have 100 or more enterprises engaged in manufacturing activities and represent over 60% of the overall HCFC consumption in manufacturing in Iran. Iran's 2007 HCFC consumption was in the 101-300 ODP Tones range and hence qualifies for an additional US\$ 200,000 for PRP for investment activities.
20	Iran	PRP for HPMP-investment activities: Firefighting and Solvents Sectors	10,000	750	10,750	See previous Iran-entry
21	Iran	PRP for HPMP-investment activities: HCFC elimination Rigid Foams Subsector Plan	30,000	2,250	32,250	See previous Iran-entry
22	Kyrgyzstan	PRP for HPMP-investment activities: HCFC elimination in the assembly of refrigeration equipment.	30,000	2,250	32,250	Kyrgyzstan has reported 1.6 ODP tones of HCFCs in 2007. As mentioned in the business plan letter received from the NOU, there are companies using HCFCs which assemble commercial refrigeration equipment. The NOU mentioned that this is a very important area of work for the country which needs to be addressed.

Nr	Country	Title	Budget	Support Costs	Total	Explanation
23	Lebanon	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector (except air-to-air airconditioning).	60,000	4,500	64,500	Lebanon has reported 19.8 ODP tones of HCFCs in 2007. The requested funding would be used for developing individual/group projects and sector plans in all sectors (defined as per Decision 56/16 (e) to be incorporated in Lebanon's HPMP for compliance with 2013/15 targets. As per the outputs of the HCFC survey carried out in 2005-2007, Lebanon has 40 enterprises in the Foams Sector and 140 enterprises in the Air Conditioning and Refrigeration sectors engaged in manufacturing activities. Lebanon's 2007 HCFC consumption was in the 0-100 ODP Tones range and hence qualifies for an additional US\$ 100,000 for PRP for investment activities.
24	Lebanon	PRP for HPMP-investment activities: HCFC elimination in the air-to-air air conditioning sector	15,000	1,125	16,125	See previous Lebanon-entry
25	Lebanon	PRP for HPMP-investment activities: HCFC elimination Foams Sector Plan	25,000	1,875	26,875	See previous Lebanon-entry
26	Malaysia	PRP for HPMP-investment activities: HCFC elimination in the refrigeration manufacturing sector (except air-to-air airconditioning).	120,000	9,000	129,000	Malaysia has reported 413.7 ODP tones of HCFCs in 2007. The requested funding would be used for developing individual/group projects and sector plans in all sectors (defined as per Decision 56/16 (e) to be incorporated in Malaysia's HPMP for compliance with 2013/15 targets. As per the outputs of the HCFC survey carried out in 2005-2007, there are about 200 enterprises in the Foam Sector and over 500 enterprises in the Refrigeration and Air Conditioning sectors, engaged in manufacturing activities. Malaysia's 2007 HCFC consumption was in the 301-500 ODP Tones range and hence qualifies for an additional US\$ 250,000 for PRP for investment activities.
27	Malaysia	PRP for HPMP-investment activities: HCFC elimination in the air-to-air air conditioning sector	30,000	2,250	32,250	See previous Malaysia-entry
28	Malaysia	PRP for HPMP-investment activities: HCFC elimination Foams Sector Plan	100,000	7,500	107,500	See previous Malaysia-entry
29	Nigeria	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	50,000	3,750	53,750	Nigeria has reported 96.0 ODP tones of HCFCs in 2007. Funding would be used to develop a foams sector strategy which would align itself with the HPMP. An attempt will be made to cover the various foam subsectors in the country. The remaining US\$ 50,000 of eligible PRP funding would go to UNIDO for the RAC and solvents sectors.
30	Panama	PRP for HPMP-investment activities: HCFC elimination Foams Sector Plan	50,000	3,750	53,750	Panama has reported 15.0 ODP tones of HCFCs in 2007. The government has informed UNDP that they have 3-14 enterprises in the manufacturing sector. Based on knowledge about the sectors in Panama (Flexible and Rigid Foam), it appears that approximately 3

Nr	Country	Title	Budget	Support Costs	Total	Explanation
						companies use HCFC 141b. UNDP would like to request 50.000 US\$ at this time.
31	Paraguay	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	60,000	4,500	64,500	Paraguay has reported 14.7 ODP tones of HCFCs in 2007. Although there is no report of HCFC 141b consumption in 2007 there is consumption of HCFC 142b in the country. Information is being gathered to understand if this consumption corresponds to XPS sector or if it maybe HCFC 141b that has not been properly reported. Several companies in the foam and commercial refrigeration sector could be using HCFC 141b but information has to be properly registered. UNDP would like to request 60.000 US\$ at this time.
32	Paraguay	PRP for HPMP's Overarching Strategy.	65,000	4,875	69,875	As per Decision 56/16 according to the HCFCs consumption level Paraguay could request US\$150,000 for HPMP Preparation. At the 56th Meeting US\$ 85,000 were approved; the remaining funding is requested at this meeting.
33	Peru	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	80,000	6,000	86,000	Peru has reported 43.4 ODP tones of HCFCs in 2007. Through data gathered from previous activities in the country, it has been found that there are at least six companies producing foams in the country and as minimum two of them are using HCFC 141b. However no data has been gathered from some companies and it is expected there will be more companies using HCFC 141b.
34	Sri Lanka	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors as well as the solvents sector.	40,000	3,000	43,000	Sri Lanka has reported 15.4 ODP tones of HCFCs in 2007. It has been estimated from the HCFC survey done for Sri Lanka that there are approximately 143 manufacturing enterprises in Sri Lanka consuming HCFC. The survey was not able to properly characterize the enterprises and it is anticipated that additional funding will be required to carry out this activity as well as looking at technological issues for these manufacturers especially in the production of commercial equipment, which represents the largest sub-sector in Sri Lanka. The Government requested UNDP to prepare investment activities in different sectors in Sri Lanka. The World Bank has included in its WP the prp request for the Refrigeration and AC sectors totaling US\$ 60,000. As result, UNDP decreased its request from US\$ 100,000 to US\$ 40,000.
35	Swaziland	PRP for HPMP-investment activities: HCFC Elimination at the Palfridge Domestic Refrigeration Manufacturing Plant.	30,000	2,250	32,250	Swaziland's 2007 HCFC consumption was 5.6 ODP tones of which about 80% is believed to be consumed at Palfridge(manufacturing of domestic refrigerators). This may be the only HCFC-consuming manufacturing facility in Swaziland. While the NOU requested UNDP's assistance for this plant, GTZ has meanwhile offered to be a partner in this project.

Nr	Country	Title	Budget	Support Costs	Total	Explanation
36	Tanzania	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	50,000	3,750	53,750	Tanzania has reported 2.1 ODP tones of HCFCs in 2007. According to the NOU, there are three foam producing companies in the country.
37	Uruguay	PRP for HPMP-investment activities: HCFC elimination in foams used in the refrigeration manufacturing and other foam sectors.	60,000	4,500	64,500	Uruguay has reported 18.0 ODP tones of HCFCs in 2007. The spray/PIP sector in Uruguay has around 14 manufacturing companies, several of them consuming HCFC 141b. With the preparatory funds data will be properly collected to identify use of HCFC 141b and include eligible user companies in sector plan.
TOTAL			2,058,000	154,350	2,212,350	

4.2. Preparatory Funds for Technology-Validation and Demonstration Projects for HCFC alternative technologies

As was the case during the last meeting, the demonstration / technology-validation projects that will result from the following project preparation requests will be submitted as individual country-projects. As for previous PRP-requests, about 40% of the budget would be used for international consultants, 40% for national consultants (or local subcontracts) and 20% for workshops/ sundries.

4.2.1 Preparatory Funds for Technology-Validation Technical Assistance Projects for HCFC alternative technologies

UNDP will be submitting a limited number of Technology Validation projects in 2009 as described in the narrative of our business plan. These are technical assistance projects such as those that were already approved at the 56th meeting of the Executive Committee for Mexico and Brazil. These are in line with ExCom decision 55/43 and are being submitted in view of the rapidly changing market, new technology options and the special situation in article-5 countries. A major objective of such types of demonstrations is to find cost-saving methods to the MLF in order to carry out HCFC-investment activities in future years. The result of these validations will apply to all countries that would thus benefit from a wider choice of technology options when it comes to real HCFC phase-out efforts. However, just as was the case for Brazil and Mexico approved at the last meeting, there is no ODP associated with these two projects as it is pure technology-validation at the level of a system house. Having said that, all follow-up projects that would benefit from the results of these projects (phase 2) would be submitted as INV projects with relevant ODP-phaseout.

COUNTRY	TITLE	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$	Explanation
Egypt	PRP for Validation of low-cost HC in Foams	30,000	2,250	32,250	Preparation funds are requested for a validation project that would evaluate the feasibility and cost reduction options in the use of hydrocarbons to replace HCFC-141b in foam applications (rigid and integral skin) in cooperation with a system house and equipment manufacturers and validate these subsequently at selected recipients. Hydrocarbons as foam blowing agents have been extensively applied to replace CFCs but the use was so far limited by high related investment. Lowering the costs of using hydrocarbons would make an environmental beneficial technology more affordable in an Article 5 context where 80% of the enterprises qualify as SME. This project will be designed around Technocom, an Egyptian system house which was founded in 1993. It is 100% Egyptian owned and is a large PU chemical and equipment distributor and a PU system house. There is no export to other countries. The Govt has asked UNDP to include this project in its business plan.
Turkey	PRP for Validation of HFO in XPS Foams	30,000	2,250	32,250	Preparation funds are requested for a pilot project that would evaluate HCFC replacement in extruded polystyrene foam boardstock by HFO-1234ze, a newly commercialized zero ODP/low GWP blowing agent.

					Turkey is one of the larger producers of this product which has currently very few validated HCFC replacement options that are environmentally acceptable. UNDP possesses sufficient information regarding the technology to be validated. The Govt agreed with UNDP developing this pilot proposal as proposed, but wants to get more information before deciding on the final selection of the local technology developer. UNDP may be able to provide more information at the 57 th meeting itself.
TOTAL		60,000	4,500	64,500	

4.2.2 Preparatory Funds for Demonstration Projects for HCFC alternative technologies

The following two requests for project preparation would lead to demonstration projects, and they would have ODP phase out associated with them.

COUNTRY	TITLE	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$	Explanation
China	Demonstration project for conversion of HCFC-22 based residential air source heat pump units to R-410A at Tsinghua Tongfang Artificial Environment Co. Ltd.	30,000	2,250	32,250	The project concept is attached separately – see annex 2. Upon successful completion, this demonstration project will (a) Develop a replicable project model for HCFC-22 reductions/phase-out for residential air source heat pump unit applications (b) Establish technical performance and economic feasibility of R-410A as the refrigerant residential air source heat pump units application and introduce and apply the same to similar enterprises (c) Establish a methodology for calculation of conversion costs, which can serve as a reference for residential air source heat pump units application and similar enterprises and (d) Facilitate elimination of about 70 metric tones of HCFC-22 consumption at Tsinghua Tongfang Artificial Environment Co. Ltd. The key impact of the project upon successful completion would be to eliminate 70 metric tones of HCFC-22 at Tsinghua Tongfang Artificial Environment Co. Ltd. And to further facilitate reduction or elimination of HCFC-22 by the residential air source heat pump unit manufacturers in China.
China	Demonstration project for conversion of HCFC-22 based reciprocating refrigeration compressors for cold storage applications at Yantai Moon Group Co. Ltd.	30,000	2,250	32,250	The project concept is attached separately – see annex 2. Upon successful completion, this demonstration project will (a) Develop a replicable project model for HCFC-22 reductions/phase-out for reciprocating refrigeration compressors for cold storage applications (b) Establish technical performance and economic feasibility of the selected technology for the selected applications and introduce and apply the same to similar enterprises (c) Establish a methodology for calculation of conversion costs, which can serve as a reference for similar applications and enterprises (d) Facilitate elimination of about 200 metric Tones of HCFC-22 consumption by the downstream users of reciprocating refrigeration compressors manufactured by Yantai Moon Group Co. Ltd. The key impacts of the project upon successful completion would be to facilitate reduction or elimination of HCFC-22 in the downstream users of compressors manufactured by Yantai Moon Group Co. Ltd. by ensuring domestic availability of proven non-HCFC compressors in China.

TOTAL		60,000	4,500	64,500	
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Additional clarifications were requested from UNDP on these two China proposals and our detailed responses are provided herewith:

Demo for conversion of HCFC-22 based reciprocating refrigeration compressors for cold storage (Yantai Moon Ltd)

- *Please specify the technology that will be demonstrated. While a list of alternatives is provided, it is unclear which one will be specifically demonstrated. As the Executive Committee will have to select the demo projects it will approve based on decision 55/43, the current proposal does not provide sufficient information to allow for a recommendation of a specific technology/alternative that will be demonstrated. It will be appreciated if this can be clarified as soon as possible.*

At this point (project preparation), the selection of technology cannot be finalized for various reasons. For the application (cold storage systems) for which Yantai Moon manufactures HCFC-22 based reciprocating compressors, Ammonia and CO₂ are unlikely to be considered, because this would require a complete change of products and manufacturing facilities (not conversion of existing facility) due the fundamentally different technical considerations, product design and materials involved, in addition to health and safety issues. HCs cannot be applied for this size/capacity of compressors due to safety reasons. Feasible and cost-effective conversion of the existing facility can only be carried out with alternatives that would not involve a completely new product. Therefore HFC-based alternatives are likely to be selected. Within the HFC-based options, there would not be a significant difference in approach for selection. Moreover, since climate impact of the alternative needs to be considered (both in terms of GWP and energy efficiency), Yantai Moon would need to evaluate the available HFC-based technologies including viable emerging low-GWP options, and select the optimum one that meets the parameters (technical, environmental, safety, efficiency, etc which are already described in detail in the proposal). The demonstration project proposal resulting from this preparation funding request would identify the alternative technology.

- *It is also noted that this company was identified as a top priority for implementation of an ammonia refrigeration compressor project under its CFC phase out programme. Did the company convert its compressors to ammonia? If so, from what date and what percent of the production was converted? How much of the current production is still HCFC-based and why can't they convert to ammonia?*

The earlier MLF-funded project referred to was CPR/REF/16/INV/114 (WB implemented). In that project, the company did not convert its CFC-12 based compressors to Ammonia. It set up a new production facility (3,200/year) for small and medium open-type reciprocating ammonia-based compressors, which did not directly displace the existing production, but replaced CFC-12 based production of such compressors by 7 other enterprises. As per MLF records, that project was completed in May 1999. As per the latest data (2008), Yantai Moon produced 1,290 units, of which 258 units were HCFC-22 based, mainly serving large cold storage applications, with individual refrigerant charge exceeding 750 kg. As mentioned in the earlier paragraph, ammonia technology is quite different and

conversion of existing facility would not be possible – instead a completely new product and facility suited for ammonia would be needed. With HFC-based technology, the existing facility can be retrofitted and adapted.

- *Kindly also confirm that the HCFC consumption indicated in the cover page of 40 metric Tones is the amount of tonnage associated with this project and is the volume that will be potential reduced once the project is completed?*

As mentioned in the cover sheet of the Yantai Moon proposal, 200 metric Tones of HCFC-22 consumption would be addressed (indirectly at Yantai Moon), at the downstream users of the compressors produced by Yantai Moon. This would appropriately be elaborated upon within the main demonstration project proposal.

Demo project for the conversion of HCFC-based residential air source heat pumps to R-410a (Tsinghua company)

- *Please confirm that the indicated amount of 70 metric Tones is the amount of phase out that will be associated with this project.*

Confirmed.

- *The project description notes that this enterprise has developed its own core technology, core products as well as core systems, presumably for R-410 a. Will this demo project contribute allow for replication of the same technology to other manufacturing companies in the country that make the same products and enable them to use the same technology?*

Yes. However, this is meant to be informational. Core technology refers to design elements which may not be necessarily related only to the refrigerant used or the product for which this demonstration project is proposed, namely, air source heat pump units. The enterprise also manufactures water and ground source heat pump units, lithium bromide absorption heat pump units, water heaters, fan coil units, air handling units and air purifiers, for which it has developed the core technology.

Both the above preparation funding requests are consistent with ExCom Decision 55/43 (b) and (f).

5. Resource Mobilization to Address Climate Co-Benefits in HCFC phaseout

NR	COUNTRY	TITLE	ODS	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$
	Global	Resource Mobilization to address climate co-benefits in HCFC Phaseout	GLO	250,000	18,750	268,750

During the Inter-Agency Coordination Meeting held in Montreal in January 2009, the MLF Secretariat presented the components of a paper for a potential Facility to look for ways to mobilize resources to add to existing US\$ 1.2 million originated from the Thai Chillers

projects, to address the climate co-benefits in HCFC phaseout. Agencies were invited to comment on various options presented by the Secretariat and to suggest other options for the use of this Facility.

UNDP has included US \$250,000 in its 2009 MLF business plan for the purpose of resource mobilization to address climate co-benefits. UNDP has significant experience in the carbon financing sector which it can leverage to assist in the development of a sound approach to the co-financing of incremental climate benefits (whether from the market or on a cost-coverage basis).

The Montreal Protocol Unit of UNDP has vast experience in the area of ODS projects but has no dedicated budget to seek to apply the carbon financing 'best practice' possessed within UNDP via its MDG-Carbon Facility. UNDP has also a large portfolio of Climate Change projects in Energy Efficiency and Energy Access to the Poor projects (funded by the GEF and a diversity of donors) as well as experience in resource mobilization and sequencing finance for environment and energy solutions in an integrated way.

UNDP's experience could provide substantial added value to the deliberations of the Executive Committee of the Multilateral Fund and its Secretariat on the co-financing of climate benefits, and could offer a proving ground for key ideas. UNDP will tap into the experience and expert advice from the team of its fully operational MDG Carbon Facility, to deliver on options to address the matter.

If the requested funding is available from the MLF, UNDP is prepared to match that in co-finance, to cover for the time of its Carbon Finance team and related operational costs (US\$ 250,000) that would be used to fully backstop MPU team and provide legal support as well as share with the Secretariat the UNDP's experience in setting many Facilities, among them the MDG Carbon and UN REDD Facilities.

At the meeting, the Secretariat questioned whether this is an incremental cost, yet it was found that a potential use of the Facility to fund this activity may be discussed at the upcoming ExCom meeting and ExCom members may wish to deliberate on this proposal. The proposal is therefore being included in this Work Programme. The details can be found in annex 3 of this document.

Demonstrations for ODS-Waste Management/Destruction Proposals

Referring to paragraph 3 on UNDP's Proposed ODS-Waste/Destruction demonstration projects, some additional information from countries is being provided as follows.

A. General Information

For the last few years, UNDP has continuously been requested by some countries to include in its Business Plan, activities that would help them to manage their stocks of ODS which can not be reused, as well as the ODS-containing waste, in a sound way. These stocks/waste are dispersed in the countries, in old equipment, containers, cylinders, and to say the least, in the millions of appliances in the countries. Without proper regulatory framework and a programme to deal with them, they are improperly handled and disposed of, adding to the ODS emissions to the atmosphere.

With the CFC phaseout approaching, its increasing price, and the establishment and implementation of the recovery schemes in many countries, those banks of unwanted ODS are increasing, not counting illegally traded ODS, apprehended as a result of the enforcement of legislation in place.

In addition, if one considers ODS containing foams, those banks are really large and potential for sustainable recovery and disposal programmes exist, especially in countries that have reclamation facilities and are engaging in refrigeration replacement and other programs to manage ODS and reduce demand, which also bring important energy savings benefits.

The potential for recovery, proper management and disposal of such unwanted ODS banked, has been proven as being possible in developed countries if the proper legislation and price incentives as well as business opportunities exist. Therefore, the business model can be sustainable if certain conditions are in place. Those need to be ascertained for the different countries as they vary from country to country. The applicability of banks management schemes in developed countries needed to be demonstrated in Article 5 countries.

Developing countries lack access to that information and to technical and financial assistance to help them to understand the issues, size them, and be able to design a management system / business model, estimate costs and partnerships needed for such programme to happen, and identify sources of finance.

Demonstration projects would bring the seed money necessary to identify their current situation and potential public-private partnerships, and bring "lessons learned" from developed countries that will help them to think through and establish a solid "unwanted ODS" management system taking into account considerations of sound management of chemicals, as well as finding sound environment solutions for final disposal/destruction that will benefit both ozone and climate. UNDP's strategy to work in different areas to mobilize additional financial resources is detailed in paragraph 5.3 below.

UNDP submissions for demonstrations/pilot projects are backed by Decision XX/7 on

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environmentally sound management of banks of ozone-depleting substances, which "requests the Executive Committee of the Multilateral Fund to consider as a matter of urgency commencing pilot projects that may cover the collection, transport, storage and destruction of ozone-depleting substances. UNDP included the countries that asked us to do so. The restricted numbers also follows the MOP decision to allow a "selected number" of such demos. We also focused on countries which have had progress in addressing ODS waste management leading to the need for destruction. In addition we looked at the high probability to find synergies with other sources of existing funds such as UNDP's GEF-programme on energy-efficiency which often provides links with ODS-waste management/destruction efforts and brings the volume of waste required for such schemes. We also only included countries who requested us to do so.

B. Country-Specific Information.

It should be noted that UNDP only plans to request project preparation in 2009, while the proposals themselves would be submitted in 2010. As mentioned in paragraph 3 above, more information is being provided for the following PRP requests:

NR	COUNTRY	TITLE	PROJECT VALUE US\$	SUPPORT COST US\$	TOTAL FUNDING US\$
1	Bolivia	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
2	Brazil	PRP for Demonstration on ODS Banks Mgt and Destruction	40,000	3,000	43,000
3	Colombia	PRP for Demonstration on ODS Banks Mgt and Destruction	40,000	3,000	43,000
4	Uruguay	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
5	Ghana	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
6	Cuba	PRP for Demonstration on ODS Banks Mgt and Destruction	30,000	2,250	32,250
7	Egypt	PRP for Demonstration on ODS Banks Mgt and Destruction	40,000	3,000	43,000
8	India	PRP for Demonstration on ODS Banks Mgt and Destruction	60,000	4,500	64,500
Subtotal PRP Pilots on ODS Waste Management and Destruction			300,000	22,500	322,500

1 & 4. Bolivia and Uruguay

National Ozone Units of both LVC countries have been receiving several reports from the refrigeration servicing sector indicating there is contaminated CFC 12 stored and no solution is provided for those. There have been difficulties to measure the volumes of ODS in banks in the countries as individual volumes are not big and storage is spread; this situation seems to be common in LVCs. There is interest from the Governments to undertake a pilot project to avoid CFC emissions to the atmosphere and provide an environmentally sound solution to the contaminated CFCs, which has been cumulated since the beginning of their projects in the servicing sector. The projects will seek to generate data and experience on collection of contaminated CFC in LVCs including costs and logistics of collection, options for disposal and ways to improve LVCs strategies to manage and destroy ODS banks.

2. Brazil.

In Brazil, 90% of its population of 180 million has at least one refrigerator. In order to reduce energy demand, the government took several actions, including passing legislation mandating all utilities to apply 0.5 % of their net annual income in Energy Efficiency projects, stimulating the market for EE products. An agreement between the Government and Utilities in 2006 on CFC-12 collection by utilities in their appliance replacement programmes allowed the inter linkages needed with the MLF approved NPP and its reclamation centers and better management of CFCs recovered.

In 2008 the first pilot project initiated by one Utility replaced 50,000 refrigerators but no solution for insulation foam existed. Initially, Brazil asked UNDP to assist in finding solutions for a sustainable business to recover CFCs from foam and compressors and recycle the refrigerators. The recycling program and collection of ODS from insulation foam needed solutions as far as technology and costs. Germany donated 5 million Euros into this de-manufacturing component that will allow fridge recycling equipment and training as well as certification of recycling standards.

The potential for a sustainable business model for refrigerators recycling (de-manufacturing) in Brazil is now real, as 1 million refrigerators will be replaced per year- as per official Government plan approved by the President. This will bring new business in the country, stimulating private sector to compete for such de-manufacturing operations.

Nevertheless, there is no solution for the destruction portion linking the efforts on the ground , as the equipment replacement pilots scale up to cover other states. The MLF demo requested will help to link existing equipment replacement programmes to recycling centers/ installations, look into transportation logistic , legislation/regulatory measures/standards needed, leading to a sustainable business model for proper disposal of ODS wastes. Destruction technologies evaluations, identification of potential partnerships as well as finance options, including the potential for income from carbon finance in the voluntary market are foreseen.

The pilot proposed will be of particular importance as in Brazil only 91 Tones of ODS were identified and are ready in storage for destruction as result of the recover and recycling of CFCs, from compressors during the regular servicing of equipment (not in foams). There are now in Brazil additional 7,150 Tones of CFC installed in domestic refrigerators to be de-manufactured and replaced by energy efficient ones generating additional CFCs that will need to be destroyed. In addition, Brazil has an approved US\$ 13.5 million GEF project (Market Transformation for Energy Efficiency in Buildings), plus US\$ 15 million IADB, that will transform the market for EE products, leading to inefficient chillers replacement, adding to the amount of ODS recovered to be destroyed.

The above appliance replacement schemes have been proven to be successful in developed countries, when proper legislation and incentives are in place and the business is sustainable. Its applicability in different Article 5 countries with different circumstances is to be demonstrated.

3. Colombia

Colombia is the largest refrigerator producer in the Northern zone of South America with an estimated annual production of 1,300,000 units. More than 40 % of the production is exported to Venezuela, Ecuador, Peru and Central America. Local consumption (production plus imports) is in the range of 800,000 units per year.

Since December 2005 Colombia has an overall policy for the management of hazardous waste, where ODSs are included. This policy is covered in the Resolution 4741 of 2005 based on the implementation of Basel Convention.

The stock of ODS ready to destroy at September of 2008 is 19,314 Tones including CFC 11, CFC 12, Halon 1301, HCFC 22, CFC/HCFC blends. There is a detailed inventory by sector and by enterprise specifying contaminated, recycled and virgin material.

Between April and August 2008 the Government of Colombia implemented an initiative to substitute CFC based domestic refrigerators and to dispose of them in an environmentally sound way. A total of 2000 CFC based domestic refrigerators of different sizes and brands were collected and dismantled. One of the biggest refrigerators retailers, one materials recycling company and two of the most important domestic refrigerators manufacturers participated in the initiative. The initiative aimed to study impact on CFC emissions, reduction on energy consumption and reuse of residual materials; and to generate awareness of final users on energy and environment issues. This initiative helped put together all the stakeholders involved in the process and allowed the creation of a favorable environment for the search of economic and legislative mechanisms that could help remove the barriers for substitution of the estimated 3 million CFC based units still working in the country, with the environmental benefits that this represents. It also provided valuable data on the average materials composition and energy consumption of the old domestic refrigerators produced in the country.

The above would be an excellent starting point for a pilot project on ODS destruction in this country that has the commitment of the government and local industry. There are still uncertainties and the need to analyze important aspects of larger scale operations such as available options and costs for logistics (including storage and transport) and final disposal of the CFCs stockpiles, possible legislative measures associated and financial mechanisms that could help cover the costs, among others. The assistance proposed is critical to Colombia to help to address these issues.

4. Uruguay: see 1.

5. Ghana

Ghana, like many other developing countries, has a relatively large local market in inefficient used and rehabilitated refrigerators. It is estimated that there are currently 2.9 million refrigerators/freezers in the residential and non-residential sectors. Ghana is in the process of transforming its national refrigerator market to replace the old, inefficient

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refrigerators and freezers with new more efficient and environmentally friendly refrigeration appliances. Ghana is planning on using carbon credit finance to help finance the advertising and incentive program that will be removing the older, used refrigeration appliances from the market.

Ghana also would like to look into the possibilities to not only scrap the older refrigeration appliances, but also to recover the ODS from these appliances, to dispose and destroy these substances and to obtain the appropriate GHG emissions reduction credits. But collection and disposal is expensive and the GHG crediting mechanism for the ODS is not yet established. A mechanism for receiving and properly destroying the ODS would be an extremely useful complement to the efficiency market transformation program. This aspect would be specifically dealt with through the proposed MLF demonstration component which would show the results of ODS destruction and finance options which will be conducted.

The proposed MLF demonstration project would be linked to a GEF proposal entitled “Promoting of Appliance Energy Efficiency and Transformation of the Refrigerating Appliances Market in Ghana” for US\$ 3.95 million (of which US\$ 1.95 million would come from the GEF) which was submitted by UNDP to the GEF in September 2008.

6. Cuba

Cuba has a national funded Energy Efficiency project, where they intent to replace 3 million domestic refrigerators, of which 2.6 million have been replaced so far. This programme has been on-going for several years, and the ozone unit has provided the programme with recovery machines to recover the CFCs. All the logistics related to recollection and de-manufacturing of domestic refrigerators is in place, and they have so far recovered more than 100 tons ODS. Cuba seeks assistance to set up a destruction project for the recovered CFC. The project will be implemented jointly with Japan, and Japan will help Cuba to identify technological solutions for the destruction. UNDP would help to identify options to mobilize finance and get partnerships required

7. Egypt

UNDP is implementing a US\$ 5.4 million GEF-supported programme in removing barriers towards achieving energy-efficiency in various economic sectors. Several labs were accredited to assess energy-efficiency levels of household appliances such as refrigerators and freezers. 220 fridges were tested for EE levels. The requested demonstration project will allow Egypt to link results and legislation framework for EE existing initiatives contained in the GEF project to bring the incentives to establish an appliances de-manufacturing and recycling management system to proper collection and final disposal of ODS. There is already a high-level Governmental support to this current approved GEF project. As it relates to available ODS stockpiles, according to NOU's rough estimates from 2007, the stockpiles could be 2,000 tons. A detailed survey is required to understand the exact figures and their breakdown by chemical since ODS waste is available in foams, A/C, refrigeration and fire-fighting sector. Carbon finance and other options to mobilize resources and partnerships will be identified during the demonstration project.

8. India

India is a large producer of appliances and equipment. There is a very large existing population of CFC-based appliances, such as household refrigerators, freezers as well as commercial and industrial refrigeration equipment containing CFCs. Estimates of the total size of these banks in India are available from many sources and generally range widely from 25,000 to 500,000 metric Tones, however this needs to be established. It is expected that during the medium to long term (3 to 15 years), a significant proportion of the population of CFC-based appliances and equipment would need to be replaced due to various reasons such as end of useful life, energy efficiency considerations, consumer preferences, business reorganization, etc., potentially making large quantities of CFCs available for disposal, along with the consequent challenges to minimize emission risks.

The proposed pilot project for ODS disposal in India would:

- a) Establish estimated sizes of CFC banks, through survey of representative samples
- b) Prioritize accessible banks for replacement programmes
- c) Establish a representative sample size of banks covering two applications (household appliances and industrial/commercial refrigeration equipment), in which interventions on energy efficiency, waste disposal and CFC management would be implemented, demonstrating the selected technologies and their synergies with environmental objectives across conventions, as well as multi-source financial mechanisms
- d) Propose policy and regulatory interventions which would support successful scaling up of ODS disposal measures
- e) Identify and assess risks associated with the above interventions and propose mechanisms to manage these risks
- f) Assess and document the comprehensive environmental impact of the above interventions.

CHINA

**REQUEST FOR PROJECT PREPARATION FUNDING FOR DEMONSTRATION
PROJECTS IN THE INDUSTRIAL AND COMMERCIAL REFRIGERATION
SECTOR**

Summary of the funding requests

Project title	Funding request	Support costs	Total
A. Demonstration project for the conversion of HCFC-22 based reciprocating refrigeration compressors for cold storage applications	30,000	2,250	32,250
B. Demonstration project for the conversion of HCFC-22 based residential air source heat pumps	30,000	2,250	32,250

Rationale and objectives

The proposed demonstration projects, upon successful completion will:

- a) Develop a replicable project model for HCFC-22 reductions/phase-out in the selected applications
- b) Establish technical performance and economic feasibility of the selected technology for the selected applications and introduce and apply the same to similar enterprises
- c) Establish a methodology for calculation of conversion costs, which can serve as a reference for similar applications and enterprises

Sector Background

Since the early 1990s, the Industrial and Commercial Refrigeration sector in China has made significant progress consistent with the overall pace of development in China. The sector has maintained over 15% average annual growth rate and has contributed to China becoming a global producer for air-conditioning and refrigeration products. The estimated output of this sector in China in 2007 was valued at about US\$ 18 billion, representing an increase of about 33% compared to the previous year. There are over 1,000 enterprises in the sector, with combined assets valued at over US\$ 20 billion.

HCFC-22 has long been widely used as a mature refrigerant for most refrigeration and air conditioning applications, due to its suitable properties. In absence of satisfactory zero-ODP alternatives, HCFC-22 was also used as an interim replacement for CFCs in the initial stages of the CFC phase-out programme. At present, in the Industrial and Commercial Refrigeration sector in China, HCFC-22 is used as a refrigerant for a wide range of applications. About 80% of the refrigeration and air-conditioning products use HCFC-22 as a refrigerant, only a small number of applications use R134a, R410A, R407C, Ammonia and Lithium Bromide as refrigerants. HCFC-22 consumption has grown rapidly over the years in this sector due to the significant growth of the sector. In 2007, the estimated HCFC-22 consumption in this sector was about 40,000 Tones.

ANNEX 2 - Demos for HCFC in the RAC sector in China

A. Demonstration project for the conversion of HCFC-22-based reciprocating refrigeration compressors for cold storage applications

COUNTRY:	CHINA	IMPLEMENTING AGENCY:	UNDP
PROJECT TITLE:	Demonstration project for conversion of HCFC-22 based reciprocating refrigeration compressors for cold storage applications at Yantai Moon Group Co. Ltd.		
PROJECT IN CURRENT BUSINESS PLAN:	Yes		
SECTOR:	Industrial & Commercial		
SUBSECTOR:	Refrigeration & AC Compressors		
ODS USE IN SECTOR:	40,00 Metric Tones 0		
ODS USE IN ENTERPRISE:	0 (No direct consumption)		
PROJECT IMPACT:	Metric Tones (indirect) 200		
PROJECT DURATION:	18 months		
PROJECT COSTS:	US\$ 30,00 (Preparation funding) 0		
REQUESTED GRANT:	US\$ 30,00 0		
IMPLEMENTING AGENCY SUPPORT COSTS:	US\$ 2,250		
TOTAL COST TO MULTILATERAL FUND:	US\$ 32,25 0		
STATUS OF COUNTERPART FUNDING:	Not applicable		
PROJECT MONITORING MILESTONES:	Included		
NATIONAL COORDINATING BODY:	FECO/MEP		

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PROJECT SUMMARY

Upon successful completion, this demonstration project will:

- a) Develop a replicable project model for HCFC-22 reductions/phase-out for reciprocating refrigeration compressors for cold storage applications
- b) Establish technical performance and economic feasibility of the selected technology for the selected applications and introduce and apply the same to similar enterprises
- c) Establish a methodology for calculation of conversion costs, which can serve as a reference for similar applications and enterprises
- d) Facilitate elimination of about 200 metric Tones of HCFC-22 consumption by the downstream users of reciprocating refrigeration compressors manufactured by Yantai Moon Group Co. Ltd.

The proposed project covers the following main interventions:

- (i) Redesign of compressors for introducing a new series of non-HCFC compressors, including redesign of various components and parts
- (ii) Retrofit the production line and process tooling equipment suitable for the new technology
- (iii) Retrofit the original experimentation facility and factory test-bed.
- (iv) Carry out extensive tests and trials to establish technical performance with the new technology
- (v) Assess economic feasibility and environmental performance of the new technology

The key impacts of the project upon successful completion would be to facilitate reduction or elimination of HCFC-22 in the downstream users of compressors manufactured by Yantai Moon Group Co. Ltd. by ensuring domestic availability of proven non-HCFC compressors in China.

Enterprise Background

Yantai Moon Group Co. Ltd. was established in 1956, specializing in manufacturing of air conditioning and refrigeration products and engineering design, installation, commissioning and technical advisory services in the areas of frozen foods, food processing, industrial refrigeration, central air conditioning, fruit and vegetable preservation technologies. In 1998, Yantai Moon Group Co. Ltd. was listed on Shenzhen Stock market. The enterprise has independent intellectual property rights for refrigeration compressor manufacturing technology.

Yantai Moon Group Co. Ltd., as a large-scale backbone enterprise in refrigeration and air-conditioning industry in China, has advanced technology and rich experience in ammonia and HFC-22 refrigeration compressor manufacturing and system integration. In 1992, Yantai Moon was identified by the State Environmental Protection administration (currently Ministry of Environmental Protection) as a top priority company for implementation of the "small-scale ammonia refrigeration compressor production project" under ODS III which was approved at the 15th meeting of the Executive Committee.

Technology Selection

The following factors need to be considered for selection of the alternative technology:

Technical factors

- Processing characteristics
- Functionality in end-product
- Proven and mature technology
- Energy efficiency

Commercial factors

- Cost-effectiveness
- Reliable availability

Health and safety factors

- Low risk for occupational health
- Low risk for physical safety (flammability, etc)

Environmental factors

- Direct ozone impacts
- Direct and indirect climate impacts

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Yantai Moon Group Co. Ltd. will carefully consider the above factors in evaluating HCFC-22 alternatives in its manufacture of reciprocating refrigeration compressors and for making the final selection of technology. Some of the candidates currently available are listed below:

Substance	GWP	Application	Remark
Ammonia	0	Industrial refrigeration and process chillers	Flammability and toxicity issues. Material compatibility issues.
CO ₂	1	Supermarket refrigeration in a secondary loop and in stationary and mobile air conditioning systems	Major redesign of system components needed.
Hydrocarbons	<15	Small-capacity domestic and commercial refrigeration equipment	Flammability issues. Not widely used in large capacity systems
R-134a	1,300	Domestic, commercial refrigeration medium-temperature applications	Not efficient in low-temperature systems and industrial refrigeration applications. Needs synthetic lubricants
R-407C	1,520	Most applications	Properties closely match R22. Temperature glide, synthetic lubricants needed, slightly less efficient than R22
R-410A	1,710	Most applications	Near azeotropic blend of R-32 and R-125. Higher pressures, better cooling capacity, low temperature glide, high GWP, synthetic lubricants needed
R-404A	3,260	Low temperature applications	High GWP, less efficient at medium temperatures, synthetic lubricants needed
R-507	3,900	Low temperature applications	Azeotropic non-flammable blend of HFC-125 and HFC-143a. Refrigerating capacity comparable to R-502. Good heat transfer characteristics at low temperatures

Project Description

The proposed project will cover the following main interventions:

- (i) Assess technical suitability, economic feasibility and environmental performance of the various available alternatives based on predetermined parameters and select an alternative that satisfactorily meets these parameters

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- (ii) Redesign of compressors for introducing a new series of non-HCFC compressors, including redesign of various components and parts with the selected technology
- (iii) Retrofit the production line and process tooling equipment suitable for the new technology
- (iv) Retrofit the original experimentation facility and factory test-bed.
- (v) Carry out extensive tests and trials to establish technical performance with the new technology including impacts on system components, lubricants, etc.

Project Impact

Upon successful completion, this demonstration project will:

- a) Develop a replicable project model for HCFC-22 reductions/phase-out for reciprocating refrigeration compressors for cold storage applications
- b) Establish technical performance and economic feasibility of the selected technology for the selected applications and introduce and apply the same to similar enterprises
- c) Establish a methodology for calculation of conversion costs, which can serve as a reference for similar applications and enterprises
- d) Facilitate elimination of about 200 metric Tones of HCFC-22 consumption by the downstream users of reciprocating refrigeration compressors manufactured by Yantai Moon Group Co. Ltd.

Monitoring Milestones

	2009				2010			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Submission of proposal to MLF		█						
Approval by MLF			█					
Project document signature by Government			█					
Implementation appraisal			█					
Selection of alternative technology			█					
Redesign of system and components				█				
Equipment procurement				█				
Retrofit of production line				█				
Installation and commissioning					█			
Prototype trials						█		
Technical laboratory analysis and improvements						█		
Trial production							█	
Certifications							█	
Project appraisal, acceptance and reporting								█
Commercial production								█

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B. Demonstration project for the conversion of HCFC-22-based Residential Air Source heat Pumps to R-410A

COUNTRY:	CHINA	IMPLEMENTING AGENCY:	UNDP
PROJECT TITLE:	Demonstration project for conversion of HCFC-22 based residential air source heat pump units to R-410A at Tsinghua Tongfang Artificial Environment Co. Ltd.		
PROJECT IN CURRENT BUSINESS PLAN:	Yes		
SECTOR:	Industrial & Commercial		
SUBSECTOR:	Refrigeration & AC Commercial Air Conditioning		
ODS USE IN SECTOR:	40,00 Metric Tones 0		
ODS USE IN ENTERPRISE:	70 Metric Tones		
PROJECT IMPACT:	Metric Tones 70		
PROJECT DURATION:	18 months		
PROJECT COSTS:	US\$ 30,00 (Preparation funding) 0		
REQUESTED GRANT:	US\$ 30,00 0		
IMPLEMENTING AGENCY SUPPORT COSTS:	US\$ 2,250		
TOTAL COST TO MULTILATERAL FUND:	US\$ 32,25 0		
STATUS OF COUNTERPART FUNDING:	Not applicable		
PROJECT MONITORING MILESTONES:	Included		
NATIONAL COORDINATING BODY:	FECO/MEP		

ANNEX 2 - Demos for HCFC in the RAC sector in China

PROJECT SUMMARY

Upon successful completion, this demonstration project will:

- a) Develop a replicable project model for HCFC-22 reductions/phase-out for residential air source heat pump unit applications
- b) Establish technical performance and economic feasibility of R-410A as the refrigerant residential air source heat pump units application and introduce and apply the same to similar enterprises
- c) Establish a methodology for calculation of conversion costs, which can serve as a reference for residential air source heat pump units application and similar enterprises
- d) Facilitate elimination of about 70 metric Tones of HCFC-22 consumption at Tsinghua Tongfang Artificial Environment Co. Ltd.

The proposed project covers the following main interventions:

- (i) Redesign of residential air source heat pump units for introducing a new series of non-HCFC units, including redesign of various components and parts
- (ii) Retrofit the production line and process tooling equipment suitable for the new technology
- (iii) Carry out extensive tests and trials to establish technical performance with the new technology
- (iv) Assess economic feasibility and environmental performance of the new technology

The key impact of the project upon successful completion would be to eliminate 70 metric Tones of HCFC-22 at Tsinghua Tongfang Artificial Environment Co. Ltd. and to further facilitate reduction or elimination of HCFC-22 by the residential air source heat pump unit manufacturers in China.

Enterprise Background

Tsinghua Tongfang Artificial Environment Co. Ltd. was established in 1993. The enterprise is a state owned company, specializing in research and development, manufacturing and sale of the environmental products and systems. In the air conditioning field, the company actively carries out research and development of environmental control products, green construction, energy efficiency in buildings and renewable energy technologies. The enterprise employs 1,062 persons, of which about 35% have undergraduate and graduate level education.

Over the past decade, Tsinghua Tongfang Artificial Environment Co. Ltd. has successfully developed several product lines, including air-source/water-source/ground-source heat pump units, heat pump water heaters, lithium bromide absorption heat pump units, fan-coil units, central-station air handling units and air purifiers. The enterprise has accumulated rich experience in the development and application of the heat pump products. The technology level and quality of the products manufactured by Tsinghua Tongfang Artificial Environment Co. Ltd. are highly appreciated by consumers and other producers in the industry. The low ambient temperature air source heat pump units manufactured by the enterprise are classified at the International Leading Level by the Ministry of Construction. The range of heat pump units manufactured by Tsinghua Tongfang Artificial Environment Co. Ltd. is also classified at Leading Level domestically. Most products manufactured by the enterprise meet or exceed the National Standard on Energy Efficiency.

Tsinghua Tongfang Artificial Environment Co. Ltd. is the national leader in heat pump technology. The enterprise comprises a unique amalgam of industry, academia and research, and is abreast of the latest scientific progress on technology and environment. The enterprise has developed its own "core technology", "core products" and "core systems" with independent intellectual property rights.

Tsinghua Tongfang Artificial Environment Co. Ltd. currently has three production bases, with 12 different product lines, with production capacity valued at about US\$ 3 billion.

Technology Selection

The following factors need to be considered for selection of the alternative technology:

Technical factors

- Processing characteristics
- Functionality in end-product

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- Proven and mature technology
- Energy efficiency

Commercial factors

- Cost-effectiveness
- Reliable availability

Health and safety factors

- Low risk for occupational health
- Low risk for physical safety (flammability, etc)

Environmental factors

- Direct ozone impacts
- Direct and indirect climate impacts

Some of the candidates currently available are listed below:

Substance	GWP	Application	Remark
Ammonia	0	Industrial refrigeration and process chillers	Flammability and toxicity issues. Material compatibility issues.
CO ₂	1	Supermarket refrigeration in a secondary loop and in stationary and mobile air conditioning systems	Major redesign of system components needed.
Hydrocarbons	<15	Small-capacity domestic and commercial refrigeration equipment	Flammability issues. Not widely used in large capacity systems
R-134a	1,300	Domestic, commercial refrigeration medium-temperature applications	Not efficient in low-temperature systems and industrial refrigeration applications. Needs synthetic lubricants
R-407C	1,520	Most applications	Properties closely match R22. Temperature glide, synthetic lubricants needed, slightly less efficient than R22
R-410A	1,710	Most applications	Near azeotropic blend of R-32 and R-125. Higher pressures, better cooling capacity, low temperature glide, high GWP, synthetic lubricants needed
R-404A	3,260	Low temperature applications	High GWP, less efficient at medium temperatures, synthetic lubricants needed
R-507	3,900	Low temperature applications	Azeotropic non-flammable blend of HFC-125 and HFC-143a. Refrigerating capacity comparable to R-502. Good heat transfer characteristics at low temperatures

ANNEX 2 - Demos for HCFC in the RAC sector in China

Tsinghua Tongfang Artificial Environment Co. Ltd. has carefully considered and applied the above-mentioned factors in evaluating HCFC-22 alternative candidates listed above and has concluded that R-410A technology is most suited for application to its heat pump products, due to its technical performance and relative neutrality with respect to global warming impact as compared to HCFC-22 and also due to potential energy efficiency gains through system improvements. In addition, Tsinghua Tongfang Artificial Environment Co. Ltd. has also carefully studied the international regulatory and market scenario, and notes that R-410A has wide acceptability in this particular market segment, both in USA and Japan.

Being the leader in heat pumps sub-sector in China, Tsinghua Tongfang Artificial Environment Co. Ltd. is considered to be the appropriate candidate for carrying out a demonstration project for this application in China.

Project Description

The proposed project will cover the following main interventions:

- (i) Redesign of system and components for introducing a new series of non-HCFC air source heat pump units with R-410A technology. A total 8 specifications and 20 product models in the capacity range of 6 kw to 45 kw will be redesigned
- (ii) Retrofit the production line and process tooling equipment suitable for the new technology
- (iii) Carry out extensive tests and trials to establish technical performance with the new technology including impacts on system components, lubricants, etc.

Project Impact

Upon successful completion, this demonstration project will:

- (a) Develop a replicable project model for HCFC-22 reductions/phase-out for air source heat pump unit applications with R-410A technology in China
- (b) Establish technical performance and economic feasibility of R-410A technology for air source heat pump unit applications and introduce and apply the same to similar enterprises at a later date
- (c) Establish a methodology for calculation of conversion costs, which can serve as a reference for similar applications and enterprises
- (d) Facilitate elimination of about 70 metric Tones of HCFC-22 consumption at Tsinghua Tongfang Artificial Environment Co. Ltd.

ANNEX 2 - Demos for HCFC in the RAC sector in China

Monitoring Milestones

	2009				2010			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Submission of proposal to MLF		■						
Approval by MLF			■					
Project document signature by Government			■					
Implementation appraisal			■					
Redesign of system and components			■	■	■	■		
Equipment procurement				■	■	■		
Retrofit of production line				■	■	■	■	
Installation and commissioning						■	■	■
Prototype trials							■	■
Technical laboratory analysis and improvements							■	■
Trial production							■	■
Certifications								■
Project appraisal, acceptance and reporting								■
Commercial production								■

ANNEX 3 – Resource Mobilization to Address Climate Co-Benefits in HCFC phaseout

UNDP and the Carbon Finance agenda

UNDP has been an active participant in the carbon finance arena over the last five years and has more recently established the MDG Carbon Facility which offers project development and management services to the growing number of Clean Development Mechanism (CDM) and other projects in the compliance market. As far as CDM access is concerned, generally only large countries have had the benefit of it and therefore UNDP has been focusing on the technological and geographical expansion of the scope of projects covered under the CDM. In this context, the MDG Carbon Facility sees itself as an innovative force in the field of carbon finance with development goals as core principle.

One of the areas in which the UNDP MDG Carbon Facility is seeking to enlarge its activities is in the burgeoning voluntary carbon market. Consistent with UNDP's pioneering spirit, an expansion of scope is already foreseen in respect of non-Kyoto gases. In particular, the opportunity exists to extend activities into the funding of appropriate projects covering ozone depleting substances (ODS), an area where UNDP has long-standing expertise having acted as an Implementing Agency for the Multilateral Fund since its inception in the early 1990s. UNDP's current role as Lead Agency for a very significant number of countries seeking to phase-out HCFCs under Decision XIX/6 puts the agency in a unique position to identify and develop appropriate projects.

ODS Project Opportunities

UNDP sees clear opportunities for projects in at least two areas:

1. Bank management and ODS disposal projects – particularly related to the end-of-life management of appliances.
2. Co-funding opportunities in HCFC phase-out where additional climate benefit can be gained by additional investment in technology selection.

For example, there are clear possibilities to use linkages with other programmes such as energy efficiency actions under the GEF to identify projects and leverage access to old appliances in order to ensure appropriate end-of-life management, and tap into country specific initiatives towards energy savings gains in appliance replacement national programmes.

Coordination with the Multilateral Fund and its Secretariat

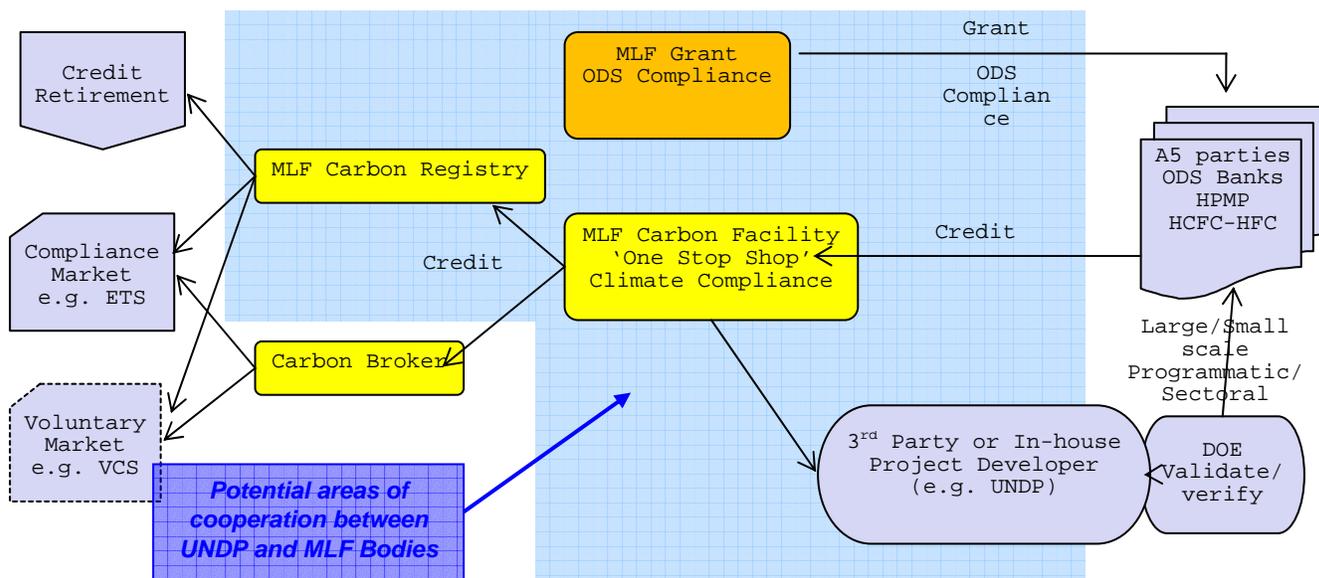
It is recognised that both project areas are of significant interest to the Executive Committee of the Multilateral Fund, since the Committee is required to give priority to cost-effective projects that optimise climate benefit under Decision XIX/6. The mechanisms by which such benefits are assessed are still under development, but UNDP is actively coordinating with the MLF Secretariat to ensure that approaches to the subject are consistent.

Apart from the evaluation of climate benefit itself, UNDP is keen to work with the Secretariat on mechanisms for accessing co-funding and, in particular, in enhancing the reputation (and value) of credits generated and placed on the carbon market in the face of some concern among some stakeholders that projects involving high-GWP gases are likely to result in a glut of poorly defined credits.

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UNDP believes that a dedicated registry could provide a significant contribution to this process and wishes to work with the MLF Secretariat to optimise the interaction between the market framework and the projects themselves.

There are a number of potential models that may ultimately be applicable. To illustrate, the following diagram indicates just one option:



Proposed Activities in 2009

UNDP has significant experience in the carbon financing sector which it can leverage to assist in the development of a sound approach to the co-financing of incremental climate benefits (whether from the market or on a cost-coverage basis). The Montreal Protocol Unit of UNDP has vast experience in the area of ODS projects but has no dedicated budget to seek to apply the carbon financing 'best practice' possessed within UNDP via MDG Carbon.

Such a combined and synchronised resource could provide substantial added value to the deliberations of the Executive Committee of the Multilateral Fund and its Secretariat on the co-financing of climate benefits and could offer a proving ground for key ideas. The Montreal Protocol Unit therefore proposes the following steps in 2009:

- 1) Identification and documentation of potential exemplar projects requiring co-financing of incremental climate benefits in the following areas:
 - a. An MLF funded project where incremental climate benefits will come at a cost of >\$25 per tonne of CO₂ saved
 - b. An Article 5 project where the HCFC phase-out is not funded under the MLF but could be funded from the proceeds of the incremental climate benefit.
 - c. An Energy Efficiency project (e.g. GEF) in which E-o-L management of ODS would bring incremental ozone and climate benefits.
 - d. A stand-alone bank management./ODS destruction project which could be based on an existing methodology

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- 2) On-going review of emerging methodologies in support of any of the four project types identified above.
- 3) Commissioning of new methodologies, where appropriate, to address specific project types in an environmentally sound fashion
- 4) Assessing risk and financial liabilities and cost effectiveness of different trading options
- 5) Marketing Business Plan and identification of potential buyers
- 6) Coordination and reporting to MLF Bodies on findings and potential pitfalls

Resource Requirements

UNDP estimates that it will need to commit resources of around **\$250,000** plus support costs in 2009 to cover UNDP MPU staff and external expert consulting services. In addition, UNDP would require in house expertise from the MDG carbon facility.

If the above seed funding is available from the MLF, **UNDP is prepared to match that in co-finance**, to cover for the time of its Carbon Finance team and related operational costs (US\$ 250,000) that would be used to fully backstop MPU team and provide legal support as well as share with the Secretariat the UNDP's experience in setting many Facilities, among them the MDG Carbon and UN REDD Facilities.

Additional Information on Outputs and Inputs for this proposal further to Comments received from the MLFS

Four different scenarios have been identified that could benefit from co-funding (a to d). Some of the valuable outputs from assessing these four exemplar projects would be an assessment of the extent to which:

- Existing methodologies are available
- There are precedents of such projects already available
- There are would-be partners who would work with the MLF on co-funding
- There is acknowledgement that these could fit into a wider funding framework with linkage between Executive Committee of the MLF and the Executive Board of the CDM

This could be documented in a Report which uses the 'particular' to drive thinking on the 'funding framework' required. We could envisage a four-by-four matrix of the projects assessed against the items listed above (this may not be exhaustive)

Items (2) and (3) on the deliverables list are really only examples of what might need to be done to facilitate the accessibility of carbon finance for these four project types.

Therefore, we do not see this yet as progressing immediately to four concrete project proposals. We are looking for the best ultimate solution to encapsulate all four project types rather than to take what is already 'on-the-shelf' and applying it with the risk that this will potentially not fit the project in mind.

We therefore envisage the following steps in the process, which would probably constitute the major headings of the report UNDP plans to produce:

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1. A full analysis of the four project types and their potential climate benefits
2. A review of existing carbon financing options and the pros and cons of each of them
3. Some ideas on how these project types could be incorporated within one mechanism
4. Existing barriers to such a mechanism and the actions required to remove those barriers

The added value that the UNDP involvement brings is in 'concrete examples' of the type of project that is 'out there' as well as a broad overview (via MDG Carbon) of the wider fit within the carbon agenda.

Regarding the team to deliver (re "inputs"), UNDP would suggest the following (subcontracts with consultancy-firms with teams of experts may be selected in lieu of individual consultants if found to be more suitable):

1. One team-leader (international consultant) overlooking the whole study (US\$ 45,000)
2. 4 international consultants characterizing in detail the four project types outlined (US\$ 104,000)
3. 4 international consultants providing the assessment of the barriers and taking agreed steps to assist in removing them (e.g. methodology development) (US\$ 65,000).
4. Travel costs to organize meetings with various donor funds and other interested parties that may be involved in this study (US\$ 36,000).

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Total à US\$ 250,000