



**United Nations
Environment
Programme**

Distr.
GENERAL

UNEP/OzL.Pro/ExCom/64/10
13 June 2011

ORIGINAL: ENGLISH



EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Sixty-fourth Meeting
Montreal, 25-29 July 2011

PROGRESS REPORT OF BILATERAL COOPERATION AS AT 31 DECEMBER 2010

This document includes:

- The comments and recommendations of the Fund Secretariat
- The 2010 Bilateral Progress Reports of Australia, Canada, the Czech Republic, Finland, France, Germany, Italy, Japan, Portugal, Spain and Sweden (January - December 2010)

COMMENTS AND RECOMMENDATIONS OF THE FUND SECRETARIAT

Comments

1. The following countries involved in bilateral cooperation activities submitted progress report databases: Australia, Canada, the Czech Republic, Finland, France, Germany, Italy, Japan, Portugal, Spain and Sweden. Canada and France also submitted progress report narratives which have been attached to this document.

2. Progress reports have not been received from Israel and Switzerland. However, data from their previous progress reports or inventories of approved projects are included in the summary table. Progress reports are the only vehicle for indicating the final closure of all funding accounts associated with projects approved by the Executive Committee for bilateral cooperation. The Executive Committee may wish to request that progress reports from Israel and Switzerland be submitted to the 65th meeting in light of the fact that the progress report of bilateral agencies is the only financial indication that all approved funds have been disbursed or that funds should be returned (plus interest as relevant).

3. Additional data from previous progress reports for other countries previously involved in bilateral cooperation are also included in the database (covering data for the projects already reported as completed by Austria, Belgium, Denmark, Hungary, Poland, Singapore, the Slovak Republic, the Republic of South Africa, the United Kingdom of Great Britain and Northern Ireland and the United States of America). These data are included in the Consolidated Progress Report (UNEP/OzL.Pro/ExCom/64/9).

4. Table 1 presents a summary of bilateral cooperation. Since the Fund's inception, over US \$122.7 million has been approved for bilateral activities. The table indicates that 87 per cent of bilateral activities have been completed. Bilateral agencies estimated that their projects will result in the total annual phase-out of 10,864 ODP tonnes once completed. Completed and ongoing bilateral projects have already resulted in the phase-out of 8,557 ODP tonnes. The rate of disbursement for bilateral activities is 89 per cent.

Table 1

ANNUAL SUMMARY OF BILATERAL COOPERATION

Year approved	Number of approvals *	Number completed	Per cent completed	ODP to be phased out*	ODP phased out*	Per cent of ODP phased out	Approved funding plus adjustment (US\$)	Funds disbursed (US\$)	Per cent of funds disbursed	Balance (US\$)	Estimated disbursement in current year (US\$)	Support costs approved (US\$)	Support cost adjustments (US\$)
1991	0	0	0%	0	0	0%	0	0	0%	0	0	0	0
1992	18	18	100%	0	0	0%	2,883,669	2,883,669	100%	0	0	0	0
1993	10	10	100%	0	0	0%	1,445,586	1,445,586	100%	0	0	0	0
1994	30	30	100%	347	243	70%	3,190,374	3,190,374	100%	0	0	0	0
1995	17	17	100%	483	296	61%	4,698,849	4,654,902	99%	43,947	0	0	0
1996	26	26	100%	251	209	83%	3,453,049	3,453,049	100%	0	0	0	0
1997	32	31	97%	154	32	21%	4,040,251	3,702,047	92%	338,204	338,000	0	1,500
1998	39	39	100%	41	25	60%	4,108,525	4,108,526	100%	-1	0	0	0
1999	60	58	97%	734	447	61%	12,653,169	11,667,367	92%	985,802	207,000	1,030,434	-9,725
2000	29	29	100%	967	959	99%	4,808,878	4,808,878	100%	0	0	543,836	-596
2001	37	37	100%	1,595	1,245	78%	7,533,464	7,522,222	100%	11,242	0	896,577	-37,451
2002	61	61	100%	1,037	798	77%	7,971,074	7,910,174	99%	60,900	60,900	917,984	-5,750
2003	32	31	97%	245	257	105%	6,924,166	6,911,431	100%	12,735	12,735	743,181	58,184
2004	30	27	90%	337	247	73%	15,093,727	14,327,365	95%	766,362	772,729	1,599,058	-44,971
2005	28	23	82%	2,663	2,262	85%	19,237,038	16,705,660	87%	2,531,378	1,010,933	2,126,577	-95,039
2006	25	21	84%	582	562	97%	7,234,529	6,296,014	87%	938,515	446,834	902,173	-6,370
2007	14	10	71%	315	301	95%	3,229,021	2,862,292	89%	366,729	195,000	439,452	0
2008	33	13	39%	709	502	71%	7,714,818	4,215,268	55%	3,499,550	1,652,617	941,083	0

Year approved	Number of approvals *	Number completed	Per cent completed	ODP to be phased out*	ODP phased out*	Per cent of ODP phased out	Approved funding plus adjustment (US\$)	Funds disbursed (US\$)	Per cent of funds disbursed	Balance (US\$)	Estimated disbursement in current year (US\$)	Support costs approved (US\$)	Support cost adjustments (US\$)
2009	21	8	38%	245	138	56%	2,512,124	2,085,602	83%	426,522	301,224	315,620	0
2010	21	0	0%	159	33	21%	3,973,950	190,471	5%	3,783,479	848,641	498,374	0
Total	563	489	87%	10,864	8,557	79%	122,706,261	108,940,896	89%	13,765,365	5,846,613	10,954,349	-140,218

*Excludes Closed and Transferred Projects

Implementation delays

5. There are ten bilateral cooperation projects with implementation delays. Between 2009 and 2010, the number of projects with implementation delays under bilateral implementing agencies decreased by one. According to the procedures for project cancellation (decision 26/2), a report on the projects with implementation delays should be provided to the 65th meeting to determine if there has been any progress towards removing the impediments causing the delays. Table 2 presents, by bilateral agency, those projects with implementation delays for which an updated report will be required to the 65th meeting.

Table 2

PROJECTS WITH IMPLEMENTATION DELAYS

Project code	Agency	Project title	Category of delays
ASP/SEV/50/TAS/52	Australia	Additional support for the regional strategy for 11 Article 5 countries in the Pacific (PIC strategy)	12 months delays
JAM/FUM/47/TAS/22	Canada	Technical assistance to phase-out the use of methyl bromide	12 months delays
AFR/SEV/53/TAS/39	France	African customs enforcement networks for preventing illegal trade of ODS in the African sub-regional trade organizations (CEMAC, COMESA, SACU and UEMOA)	12 and 18 months delays
DRC/SOL/51/INV/25	Italy	Umbrella project for terminal phase-out of ODS in the solvent sector (first phase)	12 months delays
DRC/SOL/56/INV/28	Italy	Umbrella project for terminal phase-out of ODS in the solvent sector (second phase)	18 months delays
IND/ARS/56/INV/424	Italy	Plan for phase-out of CFCs in the manufacture of pharmaceutical MDIs	18 months delays
SRL/PHA/43/TAS/26	Japan	National compliance action plan: incentive programme for commercial and industrial refrigeration end-users	12 months delays
SRL/PHA/43/TAS/29	Japan	National compliance action plan: monitoring the activities proposed in the plan	12 months delays
GLO/SEV/47/TAS/269	Portugal	Communication and cooperation support to Portuguese speaking countries (Angola, Cape Verde, East Timor, Guinea-Bissau, Mozambique and Sao Tome and Principe)	12 months delays
LAC/FUM/54/TAS/40	Spain	Technical assistance to introduce chemical alternatives in countries which have rescheduled methyl bromide phase out plan (Argentina and Uruguay)	12 months delays

Highlights from bilateral activities

6. Fourteen of the 74 ongoing bilateral projects concerned are investment projects; eight are technical assistance activities; one is a training activity; one is a halon banking project; five are sectoral phase-out plan projects; four are ODS phase-out plan activities; nineteen are CFC phase-out plan projects; two are CTC phase-out plan activities; one is a HCFC phase-out plan activity; fifteen are project preparation activities; one is a recovery and recycling (R&R) activity; and three are demonstration activities.

Australia

7. Australia is currently implementing one project for “additional support for the regional strategy for 11 Article 5 countries in the Pacific (PIC strategy)” (ASP/SEV/50/TAS/52) that was approved at the 50th meeting. Australia has completed 24 additional projects and has cancelled one.

Canada

8. Canada is implementing ten bilateral projects, most of which are associated with CFC or ODS phase-out plans. It has completed 71 additional projects and cancelled three. Ongoing Canadian bilateral projects are expected to result in the phase-out of 135.3 ODP tonnes when completed. Canada is implementing CFC phase-out plan activities in Chile, Saint Lucia and Uruguay, ODS phase-out plan projects in Bolivia (Plurinational State of) and Cuba, two methyl bromide (MB) investment projects in Mexico and one MB technical assistance project in Jamaica.

Multi-year agreements (MYAs)

9. Canada is implementing nine tranches of six MYAs including one terminal phase-out management plan (TPMP) project in Bolivia (Plurinational State of), two national CFC phase-out plan projects in Chile, one national ODS phase-out plan project in Cuba, one TPMP project in Saint Lucia, two TPMP projects in Uruguay and two MB projects in Mexico. All activities are expected to be completed in 2011 except for the ones in Chile.

10. The completion of phase II of the CFC phase-out project in Chile (CHI/PHA/60/INV/173) is expected to be delayed by 16 months. Canada reported that initiation of activities for phase II was postponed pending progress under phase I, which itself was delayed in part due to the 2010 earthquake. As most phase I activities had been completed by the end of 2010, implementation of phase II was initiated in the first quarter of 2011 and is expected to be completed in July 2012.

11. Regarding the “national methyl bromide phase-out plan” in Mexico, Canada indicated that initiation of the first tranche (MEX/FUM/54/INV/138) awaited completion of the technical assistance project (MEX/FUM/42/TAS/122) that was delayed but for which equipment was procured in the first quarter of 2011. Canada is planning to implement the phase-out activities in the remainder of 2011. This project will be completed in December 2011. However, the second tranche (MEX/FUM/60/INV/149) has been transferred to UNIDO at the 63rd meeting.

Individual projects

12. The “technical assistance to phase-out the use of methyl bromide” project in Jamaica (JAM/FUM/47/TAS/22) is now expected to be completed with a delay of 43 months. Canada advised that another shipment of and distribution of integrated pest management tools was completed in April 2010 but one final procurement of tools (for less than \$3,000) took longer than planned and is now expected to occur by May 2011, which should complete the project. Once this is done, there will be a balance of US \$2,000 which should be returned to the Fund Secretariat. This project will be completed in June 2011.

The Czech Republic

13. The Czech Republic is implementing two projects, “Initiating regional cooperation to enforce ODS trade controls in Europe and Central Asia network countries” (EUR/SEV/57/TAS/07 and EUR/SEV/60/TAS/10). These projects are expected to be completed as planned in 2011. The Czech Republic has also completed one additional project.

Finland

14. Finland has completed all the projects under its implementation. However, there are two that have not been financially completed as of 31 December 2010. These projects are: “implementation of the refrigerant management plan (RMP): monitoring and evaluation of the RMP in Panama” (PAN/REF/29/TAS/11) and “implementation of the RMP: training programme for custom officers in Panama” (PAN/REF/29/TRA/12). The remaining balances for these projects have been returned to the Fund Secretariat at the 63rd meeting.

France

15. France is implementing ten bilateral projects. It has reported 86 completed projects and eight cancelled projects. Six of France’s ongoing projects are investment projects. These are: two CFC phase-out plan projects in the Central African Republic, one CFC phase-out plan project in Kenya, two CFC phase-out plan projects in the Lao People’s Democratic Republic and one ODS phase-out plan project in Uganda. France is also implementing one halon banking in Iran (Islamic Republic of), one R&R project in Morocco, one chiller demonstration project in the African region and one technical assistance project for African customs enforcement networks. France has ongoing projects that should result in the phase-out of 97.5 ODP tonnes when completed.

MYAs

16. France is implementing six tranches of four MYAs including two CFC phase-out plan projects in the Central African Republic, one CFC phase-out plan project in Kenya, two CFC phase-out plan projects in the Lao People’s Democratic Republic and one ODS phase-out plan project in Uganda. All MYAs are expected to be completed in 2011 except the one in the Lao People’s Democratic Republic.

17. France reported that the CFC phase-out plan in the Lao People’s Democratic Republic (LAO/PHA/61/INV/21) had a delayed initiation, but that there has been recent progress. The delays in the first tranche have had an impact on the initiation of the second tranche and no funds have been disbursed. The project is now expected to be completed with a delay of 12 months and will be completed in June 2012.

18. The Executive Committee may wish to request the submission of an additional status report to the 65th meeting to monitor fund disbursements for the CFC phase-out plan in the Lao People’s Democratic Republic (LAO/PHA/61/INV/21).

Individual projects

19. Two of the four individual projects are expected to be completed in 2011: the halon banking project in Iran (Islamic Republic of) (IRA/HAL/28/TAS/49) and the ODS recovery and recycling network project in Morocco (MOR/REF/23/TAS/17).

20. The “strategic demonstration project for accelerated conversion of CFC chillers in 5 African Countries (Cameroon, Egypt, Namibia, Nigeria and Sudan (the))” (AFR/REF/48/DEM/36) is now expected to be completed with a delay of 22 months. France advised that the French bilateral contribution is implemented through UNIDO and external funding is provided by the French Global Environment Facility. The main reason for the delays in all countries including Egypt is the negotiations with local authorities and the banks to identify a suitable co-financing system, as requested in the bilateral agreements. The Executive Committee may wish to request an additional status report to the 65th meeting on the identification of co-financing options in each of the participating countries.

21. The “African customs enforcement networks for preventing illegal trade of ODS in the African sub-regional trade organizations (CEMAC, COMESA, SACU and UEMOA)” (AFR/SEV/53/TAS/39) is now expected to be completed with a delay of 13 months. No fund has been disbursed for this project. Although a cross boarder training institution was identified, an agreement has not been reached to use the institution for the project.

22. The Executive Committee may wish to request the submission of additional report to the 65th meeting on the status of an agreement for a training institution for the enforcement network in Africa (AFR/SEV/53/TAS/39).

Germany

23. Germany is implementing 19 bilateral projects. It has completed 175 additional projects and cancelled four. The ongoing projects should result in the phase-out of 518.4 ODP tonnes when completed. Seven of Germany’s 19 ongoing projects are investment projects, including five tranches for CFC phase-out plans (one tranche for Botswana, one for Brazil, two for Iran (Islamic Republic of) and one for Zimbabwe) and two MB projects (one in each of Jordan and Yemen).

MYAs

24. Germany is implementing five MYAs covering Botswana, Brazil, Iran (Islamic Republic of), Yemen and Zimbabwe. Germany reported that the tranches of these agreements are either progressing well or nearly completed.

HPMP development

25. Germany has 3 ongoing projects for the preparation of HPMPs in 3 countries. Globally, 4 project preparation activities were approved in 2008, 6 were approved in 2009, and 2 were approved in 2010. The projects approved in 2008 were originally scheduled for completion in July or November 2009. The ones approved in 2009 were originally scheduled for completion between March 2010 and November 2010. All HPMP project preparation activities are now planned to be completed in 2011. The average delay in the preparation of HPMPs is 14.3 months.

26. The HPMPs for two countries (Afghanistan and Iran (Islamic Republic of)) have already been approved at the 63rd meeting. Four countries have submitted their HPMPs to the 64th meeting. Three countries have their HPMPs being prepared or finalized. Table 3 provides information on the status of HPMP development and reasons for delays.

Table 3

STATUS OF DELAYS IN HPMP PREPARATION UNDER GERMANY IMPLEMENTATION

Project code	Project Title	Secretariat's status	Reasons for delays
BOT/PHA/60/PRP/14	Preparation of a HCFC phase-out management plan	HPMP finalized; Survey completed.	
KEN/PHA/58/PRP/49	Preparation of a HCFC phase-out management plan	HPMP being prepared; Survey completed.	Focus on CFC activities completion; Focus on investment uses of HCFCs; Recruitment of experts.

Project code	Project Title	Secretariat's status	Reasons for delays
ZIM/PHA/59/PRP/42	Preparation of a HCFC phase-out management plan	HPMP being prepared; Survey completed; Stakeholder workshop organized.	Focus on investment project prior to the HPMP

27. In general, Germany provided the following reasons for the delays in HPMP preparation activities: focus on CFC activities completion and/or investment projects prior to the HPMP, and recruitment of experts.

Italy

28. Italy is implementing eleven projects including ten investment projects (5 MYAs and 5 individual projects) and one technical assistance activity (MYA) that will phase out 285 ODP tonnes when completed. Italy finalized four foam projects in 2004, one refrigeration project in 2005, one MB project in 2006, one refrigeration project in 2007, one MB project in 2009 and one solvent project in 2010. The ongoing projects include two TPMP projects in Senegal, two solvent projects in the Democratic Republic of the Congo, one aerosol metered-dose inhaler (MDI) project in India, three MB projects (in Cameroon, Mexico and Morocco), one HCFC refrigeration project in Argentina, one HCFC phase-out plan project in the foam sector in Croatia and one HCFC phase-out plan project in Ghana which are expected to be completed between 2011 and 2014.

MYAs

29. Italy is implementing MYAs in five countries. These include two MB projects in Mexico and Morocco, two CFC phase-out projects in Senegal and two HCFC phase-out plan projects in Croatia and Ghana. The MYAs in all countries are progressing.

Individual projects

30. Italy is implementing five investment projects that are expected to be completed in 2011.

Japan

31. Japan is implementing 14 bilateral projects. It has also completed 21 additional projects. Ongoing Japanese bilateral projects are expected to result in the phase-out of 523.1 ODP tonnes when completed. Japan is implementing two CTC phase-out plan projects in India, two ODS phase-out projects in Sri Lanka, one refrigeration sectoral phase-out project in China, one sectoral phase-out foam project in Philippines (the), two demonstration projects in the African region and Colombia, one global training project, two HCFC foam investment projects in Saudi Arabia and three project preparation activities in the Asian and Pacific region, Mongolia and Nigeria.

MYAs

32. Japan is implementing two MYAs. These include one in the refrigeration servicing sector in China and one CTC phase-out plan in India both of which are expected to be completed in 2011.

Individual projects

33. Japan is implementing five HCFC individual projects. Most of the projects are newly approved or progressing well. Under the “demonstration project to validate the use of super-critical CO₂ in the manufacture of sprayed polyurethane rigid foam” in Colombia (COL/FOA/60/DEM/75), no fund has been disbursed. Japan indicated that the project start was delayed due to signing of the project document.

The project is expected to be completed in December 2011 with a delay of 12 months. The Executive Committee may wish to request an additional status report on the completion of the HCFC demonstration project in Colombia (COL/FOA/60/DEM/75) if it is not completed by the 65th meeting.

34. The “strategic demonstration project for accelerated conversion of CFC chillers in 5 African Countries (Cameroon, Egypt, Namibia, Nigeria and Sudan (the))” (AFR/REF/48/DEM/35) approved April 2006, is now expected to be completed with a delay of 27 months. The project is being implemented through UNIDO with France. The main reason for the delays in all countries including Egypt is the negotiations with local authorities and the banks to identify a suitable co-financing system, as requested in the bilateral agreements. The Executive Committee may wish to request an additional status report to the 65th meeting on the identification of co-financing options in each of the participating countries.

ODS disposal project preparation

35. Japan is implementing one project preparation for a demonstration project on ODS disposal for the Asia and Pacific region (ASP/DES/54/PRP/53) that was approved in April 2008. This project is now expected to be completed with a delay of 34 months. Japan did not report on implementation progress for this project, which is planned to be completed in December 2011. The Executive Committee may wish to request an additional status report to the 65th meeting on the preparation for a demonstration project on ODS disposal (ASP/DES/54/PRP/53) if the request for funding is not submitted to the 65th meeting.

Portugal

36. Portugal is implementing one technical assistance project for “communication and cooperation support to Portuguese speaking countries (Angola, Cape Verde, East Timor, Guinea-Bissau, Mozambique and Sao Tome and Principe)” (GLO/SEV/47/TAS/269). This project was approved in November 2005 and is now expected to be completed with a delay of 45 months. Portugal indicated that the education pack for primary schools was distributed to all Portuguese-speaking African countries in March 2011, and that the OzonAction Education pack for secondary schools will be translated and distributed electronically in June 2011. This project will be completed in July 2011.

Spain

37. Spain is implementing three MB bilateral projects, including two investment projects in Libyan Arab Jamahiriya (the) and Mexico and one technical assistance project in the Latin American region. These projects will phase out 90 ODP tonnes when implemented.

MYAs

38. Spain is implementing two MYAs, namely two MB projects in the Libyan Arab Jamahiriya and Mexico. The project in Mexico was newly approved and will be completed as planned. Under the “phase-out of methyl bromide in horticulture: tomatoes, cucumbers, peppers and others” in Libyan Arab Jamahiriya (the) (LIB/FUM/56/INV/30), Spain indicated that the purchase of greenhouse for the production of grafted seedlings is completed. Two additional greenhouses are in the course of being purchased for the area of Benghazi.

Individual projects

39. The “technical assistance to introduce chemical alternatives in countries which have rescheduled methyl bromide phase out plan (Argentina and Uruguay)” (LAC/FUM/54/TAS/40) approved in April 2008 is now expected to be completed with a delay of 21 months. Spain indicated that trials were

carried out in Uruguay and are being carried out in Argentina. This project will be completed in December 2011.

Sweden

40. Sweden is implementing one MYA technical assistance project for the “national CFC phase-out plan servicing sector” in Philippines (the) (PHI/PHA/41/TAS/72) that is expected to be completed in 2011.

RECOMMENDATIONS

41. The Executive Committee may wish to:

- (a) Note with appreciation the progress reports submitted by the Governments of Australia, Canada, the Czech Republic, Finland, France, Germany, Italy, Japan, Portugal, Spain and Sweden contained in document UNEP/OzL.Pro/ExCom/64/10;
- (b) Request the Governments of Israel and Switzerland to provide their progress reports to the 65th meeting of the Executive Committee;
- (c) Request the Governments of Australia, Canada, France, Italy, Japan, Portugal, and Spain to provide reports to the 65th meeting on the projects with implementation delays listed in Table 2 of document UNEP/OzL.Pro/ExCom/64/10;
- (d) Request the submission of additional status reports to the 65th meeting on the following projects:
 - (i) The CFC phase-out plan in the Lao People’s Democratic Republic (LAO/PHA/61/INV/21) under French implementation to monitor fund disbursement;
 - (ii) The “strategic demonstration project for accelerated conversion of CFC chillers in 5 African Countries (Cameroon, Egypt, Namibia, Nigeria and Sudan (the))” (AFR/REF/48/DEM/36) under French implementation, on the identification of co-financing options in each of the participating countries;
 - (iii) The “African customs enforcement network in the African sub-regional trade organizations (CEMAC, COMESA, SACU and UEMOA)” (AFR/SEV/53/TAS/39) under French implementation, on an agreement for a training institution for the project;
 - (iv) The “demonstration project to validate the use of super-critical CO₂ in the manufacture of sprayed polyurethane rigid foam” in Colombia (COL/FOA/60/DEM/75) under Japanese implementation, on the completion of the project if it is not completed by the 65th meeting;
 - (v) The “strategic demonstration project for accelerated conversion of CFC chillers in 5 African Countries (Cameroon, Egypt, Namibia, Nigeria and Sudan (the))” (AFR/REF/48/DEM/35) under Japanese implementation, on the identification of co-financing options in each of the participating countries; and

- (vi) The project preparation for a demonstration project on ODS disposal in the Asia and Pacific region (ASP/DES/54/PRP/53) under Japanese implementation, if the request for funding is not submitted to the 65th meeting.

2010 Status on Canada's Bilateral Activities

I. Project Approvals and Disbursements

A. Annual Summary Data

As of December 31st 2010, the Executive Committee has approved 86 activities as bilateral contribution from the Government of Canada to the Multilateral Fund. Of the \$10,340,701 approved as bilateral contributions from Canada, US \$8,995,142 has been disbursed. Bilateral contributions on an annual basis are as follows:

Year	Amount*
1993	\$649,500
1994	\$536,270
1995	\$50,000
1996	\$761,685
1997	\$853,950
1998	\$548,710
1999	\$727,040
2000	\$917,251
2001	\$878,552
2002	\$525,450
2003	\$412,821
2004	\$682,825
2005	\$177,259
2006	\$351,994
2007	\$322,050
2008	\$957,982
2009	\$99,440
2010	\$887,922
TOTAL	\$10,340,701

*Adjusted for the return of unutilized funds and including support costs

B. Summary Data by type (CPG, DEM, INS, INV,PRP, TAS,TRA)

According to the Secretariat's classification system, Canada's bilateral activities are distributed among the following types of projects:

Type	Number of Projects	Amount Approved (US dollars)*
Country Programmes		
Demonstration Projects	4	\$562,000
Institutional Strengthening		
Investment Projects	10	\$2,100,154
Project Preparation	8	\$151,539
Technical Assistance	41	\$5,582,077
Training	23	\$1,944,931
TOTAL	86	\$10,340,701

*Adjusted for the return of unutilised funds and including support costs

II. Project Completions Since Last Report

Since the last progress report, Canada completed 4 projects.

III. Global and Regional Project Highlights

Canada completed implementation of one regional project, in collaboration with UNEP, the Latin American Customs Enforcement Network: Preventing illegal trade of ODS.

Under this project, the participating countries agreed in 2009 to implement an informal Prior Informed Consent (iPIC) Procedure, based on the results of a regional study on illegal trade. Through 2010, UNEP worked with the countries to complete iPIC information forms to allow the implementation of the Procedure on a regional basis. 14 of the countries fully completed the forms and were subsequently integrated within a wider iPIC system, which includes participation of 70 countries from various regions, including Europe and Asia. UNEP reports that the iPIC is functioning well for these countries and that the countries find it to be a useful tool.

IV. Completed and On-going Projects

Of the 86 activities approved to date, 71 have been completed, 3 were closed, 2 have been transferred to other agencies and the remaining 10 are on-going.

V. Status of Project preparation, by country

n/a

VI. Administrative Issues (Adjustments and Other Issues)

Totals funds approved for 2001, 2003 and 2006 were adjusted in this status report to take into account adjustments to Canada's bilateral contribution approved by the Executive Committee at its 58th and 61st meetings to reflect funds returned from completed projects and two cancelled projects.

SECRETARIAT DU FONDS FRANÇAIS POUR L'ENVIRONNEMENT MONDIAL**SUMMARY NARRATIVE: FRANCE PROGRESS REPORT 2010**

The annual progress report relates to projects implemented through the French bilateral contribution to the Multilateral Fund. It comprises a summary narrative report and an Excel database sent separately and referred to as Annex 2.

The Government of France's bilateral programme is monitored by the Secretariat of the Fonds Français pour l'Environnement Mondial (FFEM) or French GEF on behalf of the Ministry of Economy, Finance and Industry, General Directorate of the Treasury and Economic Policy (Direction générale du Trésor et de la politique économique, DGTPE).

I. Project Approvals and Disbursements:**A. Annual Summary Data:**

From 1994 until 31 December 2010, the Executive Committee approved 107 projects funded through the French bilateral contribution to the Multilateral Fund of the Montreal Protocol.

Expressed in their approved US\$ values, these activities amounted to US\$ 13 662 718, including adjustments made through the transfer of certain activities and balance returns.

Two new activities were approved in 2010, corresponding to the 2nd tranches of the Terminal Phase out Management Plans (TPMPs) of Lao PDR and the Central African Republic.

The yearly distribution of the adjusted funds approved since 1994 is the following:

Year	Approved funding plus Adjustments (PR 2010)
1994	\$ 220 767
1995	\$ 120 000
1996	\$ 944 662
1997	\$ 1 642 481
1998	\$ 361 719
1999	\$ 2 517 792
2000	\$ 246 837
2001	\$ 474 593
2002	\$ 13 364
2003	\$ 1 006 620
2004	\$ 1 567 045
2005	\$ 1 697 752
2006	\$ 940 000
2007	\$ 725 000
2008	\$ 746 000
2009	\$ 254 586
2010	\$ 183 500
Total	\$ 13 662 718

US\$ 12 066 132 have been disbursed at 31 December 2010, or 88 % of this total, the remaining balances being equal to a total of US\$ 1 596 586.

Support costs have not been reflected in this calculation, because on the one hand they were not provided as such for France until July 1999, and on the other hand, the value of the support costs, which are used up is calculated by applying the percentage of expenses made on to the total amount of support costs approved for any given project.

B. Summary of Data by Project Type (CPG, DEM, INS, INV, PRP, TAS, TRA)

The Government of France has carried out mainly investment and technical assistance activities. The break down of all 107 bilateral is the following:

PROJECT TYPE	Number of Activities	Approved Funding plus Adjustments (US\$)	%
Preparation (PRP)	17	\$ 399 531	2,92%
Country programme (CPG)	4	\$ 129 287	0,95%
Institutional Strengthening (INS)	1	\$ 25 983	0,19%
Demonstration (DEM°)	1	\$ 360 000	2,63%
Investment (INV)	36	\$ 8 245 612	60,35%
Technical assistance (TAS)	34	\$ 3 567 672	26,11%
Training (TRA)	14	\$ 934 633	6,84%
TOTAL	107	\$ 13 662 718	100%

II. Project Completions since Last Report

The following projects have been completed in 2010:

Implementation of an ODS recovery and recycling network	ASP/LEB/REF/23/TAS/21
Implementation of the RMP: customs training programme	ASP/LAO/REF/34/TRA/04
Implementation of the RMP update	AFR/ETH/REF/44/TAS/14
National CFC phase-out plan: 2005 annual implementation programme	ASP/IRA/PHA/45/INV/171
Implementation of the RMP: recovery and recycling component	AFR/MAG/REF/47/TAS/12
Project preparation for a terminal phase-out management plan in the servicing sector	AFR/ETH/PHA/51/PRP/17

The following projects were financially completed and their balances were returned to the Multilateral Fund in 2010:

COS/FUM/29/PRP/21	Project preparation for phase out of methyl bromide used in grain fumigation
IRA/REF/24/INV/34	Conversion to non-CFC facilities of 4 companies producing cars and wagons equipped with MAC-
IRA/SEV/26/TAS/36	Small and medium enterprises study
LEB/REF/28/TAS/29	Remaining issues for a RMP and preparation of strategy and projects for reduction of CFC emissions
MAG/REF/29/TAS/05	Implementation of the RMP: set up a national recovery and recycling network
MAG/REF/29/TRA/02	Implementation of the RMP: training of personnel in charge of control and monitoring of imports of ODS
MAG/REF/29/TRA/03	Implementation of the RMP: training of trainers and refrigeration technicians in good service practices
SYR/REF/29/INV/53	Conversion from CFC-12 to HFC-134a technology in the manufacture of commercial refrigeration
SYR/REF/29/INV/56	CFC emission reduction in central air conditioning
THA/SOL/29/TRA/124	No clean process improvement training for electronic assemblers

IV. Performance Indicators (INV, TAS and TRA):

Project preparation, country programs and institutional strengthening projects are not taken into account by the performance indicators. Since 1994, the Government of France implemented 22 of them (out of a total of 107 activities).

The status of the implementation of the other 85 activities is the following at 31/12/2010:

PROJECT TYPE	CLOsed	COMpleted	FINancially	ONGoing	TRF
Demonstration (DEM°	0	0	0	1	0
Investment (INV)	2	12	14	6	2
Technical assistance (TAS)	4	9	17	3	1
Training (TRA)	2	2	10	0	0
TOTAL	8	23	41	10	3

V. Status of Agreements and Project Preparation by country:

Of the 17 project preparations activities approved by the Executive Committee since 1994, 15 are financially completed, and 2 are completed. No new project preparations were carried out directly by the Government of France in 2010.

VI. Administrative issues (Operational, Policy, Financial, and Other Issues)

A. Meetings Attended

The French GEF Secretariat chaired the Executive Committee constituency comprised of France, Germany, Italy and the United Kingdom in 2010. As Executive Committee member, the Government of France then attended all three Executive Committee meetings held in Montreal, Canada in April, July and November.

The French GEF Secretariat also took part in UNEP CAP Advisory Group Meeting in Paris in and to the ODSNET Africa meeting in Abidjan, both held in September 2010.

B. Co-operation

The bilateral contribution of France is implemented directly or through other implementing agencies. At the moment, the Government of France essentially cooperates with two international agencies, namely the GIZ (former GTZ) and UNIDO. During 2010, discussions occurred with UNDP, the World Bank and UNEP on further eventual cooperation possibilities.

C. Adjustments

AFD on behalf of the French GEF Secretariat transferred the amount of €132 031 (one hundred and thirty two thousand and thirty one euros) to the Multilateral Fund's account as return of bilateral project balances. The 2009-2011 fix exchange rate was applied as per decision 62/2(f).

As a consequence, the following adjustments have been made:

		Approved Funding (US\$)	Adjustment (US\$)	Approved Funding plus Adjustments (US\$)	Support Cost Approved (US\$)	Support Cost Adjustment (US\$)
COS/FUM/29/PRP/21	Project preparation for phase out of methyl bromide used in grain fumigation				1 500	-963
IRA/REF/24/INV/34	Conversion to non-CFC facilities of 4 companies producing cars and wagons equipped with MAC-	138 600	-35 471	103 129	0	0
IRA/SEV/26/TAS/36	Small and medium enterprises study	75 000	-55 000	20 000	0	0
LEB/REF/28/TAS/29	Remaining issues for a RMP and preparation of strategy and projects for reduction of CFC emissions	45 750	-20 966	24 784	0	0
MAG/REF/29/TAS/05	Implementation of the RMP: set up a national recovery and recycling network	82 700	-11 895	70 805	4 135	-595
MAG/REF/29/TRA/02	Implementation of the RMP: training of personnel in charge of control and monitoring of imports of ODS	26 000	-851	25 149	1 300	-43
MAG/REF/29/TRA/03	Implementation of the RMP: training of trainers and refrigeration technicians in good service practices	46 200	-1 519	44 681	2 310	-76
SYR/REF/29/INV/53	Conversion from CFC-12 to HFC-134a technology in the manufacture of commercial refrigeration	33 359	-33 359	0	1 668	-1 668
SYR/REF/29/INV/56	CFC emission reduction in central air conditioning	143 000	-36 617	106 383	7 150	-1 831
THA/SOL/29/TRA/124	No clean process improvement training for electronic assemblers				5 907	-107
Total adjustments			-195 678			-5 283

C. Other Issues

None

Annex I Country Development and Institutional Strengthening Unit Highlights

A. Country Programs

Since 1994, 4 Country Program preparations have been approved and completed for Mauritania, Vietnam, Madagascar and Vietnam.

B. Institutional Strengthening:

1 project was approved in 1994 and completed in 1999.

Annex II: Database of French bilateral activities carried out within the framework of the Montreal Protocol until 31 December 2010.

The Excel spreadsheet has been sent separately.