



**United Nations
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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Thirty-first Meeting
Geneva, 5-7 July 2000

Addendum

PROJECT PROPOSALS: CHINA

1. Project: Qujing Plastic No. 2 Plant

Page 2:

In the project evaluation sheet, under Secretariat's recommendations, **add**:

Amount recommended (US \$)	600,066
Project impact (ODP tonnes)	99.00
Cost effectiveness (US \$/kg)	6.06
Implementing agency support cost (US \$)	76,007
Total cost to Multilateral Fund (US \$)	676,073

Page 4:

- Under "Comments" **add** the following paragraph:

3. The Fund Secretariat and the World Bank subsequently concluded the discussion of the Qujing project and agreed on the project costs as submitted, i.e. US \$600,066.

- **Add** the word “Qijing” after the word “Nantong” in the recommendations and a new row (b) in the table on page 4 to read as follows:

1. The Fund Secretariat recommends blanket approval of the Nantong, Qijing, Tiaoxi and Wuxian projects with the level of funding and associated support costs indicated below.

	Project Title	Project Funding (US\$)	Support Cost (US\$)	Implementing Agency
(a)	Conversion of PU slastock manufacture from CFC-11 to liquid carbon dioxide technology (LCD) at Nantong Xinyuan Foam Plan	510,860	66,195	IBRD
(b)	Conversion of PU slabstock manufacture from CFC-11 to liquid carbon dioxide technology at Qijing Plastic No. 2 Plant.	600,066	76,007	IBRD
(c)	Conversion of PU slastock manufacture from CFC-11 to liquid carbon dioxide technology at Jintan Tiaoxi Shuya Foam Plant	420,525	54,668	IBRD
(d)	Conversion of PU slastock manufacture from CFC-11 to liquid carbon dioxide technology (LCD) at Wuxian Polyurethane Foam Plan	498,400	64,792	IBRD

2. Banshen Electric Appliances Co.

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Replace paragraph 6 with the following:

6. In response to the Secretariat’s request for clarification of ODS consumption data in China’s domestic refrigeration sector (please see paragraph 1 under Project Description), UNIDO informed the Secretariat of the following, based on information provided by the Government of China:

- (a) The 1997 residual consumption of 620 ODP tonnes reported in the country programme update was in error. The corrected figure is 1,525 ODP tonnes. The residual consumption in 1999 is 1536 ODP tonnes.
- (b) The residual consumption figure is computed by subtracting from the total ODP consumption in the respective year the ODP consumption in approved projects, which have not yet been completed. Thus, ODP consumption for manufacturing in the domestic refrigeration sector is reported to be 6,890, 9,529 and 5,800 ODP tonnes in 1997, 1998 and 1999 respectively. The ODP phaseout approved but not yet completed for the same years is 5,354, 5,522 and 4,265 respectively. This yields the residual consumption in the indicated years at 1,536, 4,007 and 1,535 ODP tonnes.

- (c) UNIDO and the Government of China did not provide an explanation for the very high increase (38.3%) in the ODP consumption for 1998 compared with 1997.

Recommendation

The project is submitted for individual consideration pending clarifications of the sharp rise in ODP consumption in 1998 in the domestic refrigeration sub-sector in China.