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EXECUTIVE COMMITTEE OF
THE MULTILATERAL FUND FOR THE
IMPLEMENTATION OF THE MONTREAL PROTOCOL
Thirty-seventh Meeting
Montreal, 17-19 July 2002

Addendum

PROJECT PROPOSAL: INDONESIA

This addendum is issued to add the following paragraphs 35(bis), 35 (ter), 35(quar) and 35(quint):

35(bis) UNDP has informed the Secretariat following the dispatch of documents that:

- (a) Consumption was ascertained through visits to more enterprises accounting for about 50% of the enterprises surveyed;
- (b) The eligible capital incremental cost was determined using the Multilateral Fund criteria in designating equipment to 152 enterprises, based on their specific needs, size and baseline equipment. Quotations provided by the Secretariat have been accepted by UNDP for the foaming equipment, with some upward adjustment to account for the cost of shipment, installation and commissioning. Costs for technical assistance, trials and training also were determined on the basis of the size and baseline situation of enterprises involved. The total investment costs were determined at the level of US \$5,981,000;
- (c) It has also agreed to a reduction in the cost of the non-investment component, but not to the level proposed earlier by the Secretariat in paragraph 33 above. The cost of this component was thus agreed in the amount of US \$417,000, including costs for development of quality and product standards, management and monitoring, and verification and certification activities. Incremental operating costs are not eligible for funding;

35(ter) Based on the above, the total cost for Indonesia's national CFC phase-out plan in the refrigeration manufacturing sector was agreed with UNDP in the amount of US \$6,398,000 for the phase-out of 1,141 ODP tonnes from the national aggregate CFC consumption in Indonesia. The cost-effectiveness of the plan is US \$5.6 per kg ODP.

35(quar) The Government of Indonesia informed the Secretariat on 25 June 2002 of its wish to change its option for calculating its remaining national aggregate CFC consumption to option 1 (amounting to 3,951.4 ODP tonnes as calculated by the Secretariat at the 35th Meeting) instead of option 2 which it had chosen earlier. However, the amount of CFC determined by the Government under this option is different from that calculated by the Secretariat. This matter will need to be pursued further.

35(quint) The Secretariat and UNDP are currently drafting the conditions for fund disbursement for the implementation of this project.
