

No. 1003

**UNITED NATIONS
(UNITED NATIONS INDUSTRIAL
DEVELOPMENT ORGANIZATION)
and
GULF CO-OPERATION COUNCIL**

**Funds-in-Trust Agreement. Signed at Vienna on 20 May
1982**

Authentic text: English.

Filed and recorded by the Secretariat on 1 March 1988.

**ORGANISATION DES NATIONS UNIES
(ORGANISATION DES NATIONS UNIES
POUR LE DÉVELOPPEMENT INDUSTRIEL)
et
CONSEIL DE COOPÉRATION
DES ÉTATS DU GOLFE PERSIQUE**

**Accord relatif à un fonds d'affectation spéciale. Signé à
Vienne le 20 mai 1982**

Texte authentique : anglais.

Classé et inscrit au répertoire par le Secrétariat le 1^{er} mars 1988.

AGREEMENT¹ BETWEEN THE GULF CO-OPERATION COUNCIL AND THE UNITED NATIONS INDUSTRIAL DEVELOPMENT ORGANIZATION

1. The Gulf Co-operation Council (which includes: Saudi Arabia, Kuwait, the United Arab Emirates, Qatar, Bahrain and Oman), hereinafter referred to as "Council", wishing to engage the services of the United Nations Industrial Development Organization, hereinafter referred to as "UNIDO", to conduct a comprehensive survey of raw materials and semi-finished products in the Council member countries, will make available to UNIDO in cash, under a Trust Fund Agreement, an amount not to exceed US \$287,020 for the provision of the services as in the attached project budget for the conduct of the survey.

2. The duration of the project will be approximately six months' starting June 1982.

3. The main objective of the project is to conduct a comprehensive survey in the Council member countries to determine the potentials for industrial development based on the utilization of already available raw materials and semi-finished products in these countries. The survey will cover:

(a) The present and potential utilization of agricultural resources in industrial production including by-products utilization. Specific emphasis will be made on the following resources:

- 1) Crop resources (acreage, production and distribution, main inputs, main processing industries, their output, their linkages with other industries, local consumption, cost structure, scale, etc.);
- 2) Animal resources (number and kinds of animals, meat and meat products, hides and skins, leather processing, milk and dairy products, animal feed, linkages with other industries, local consumption, cost structure);
- 3) Fisheries resources (number of fishermen, kinds, and quantity of catch, processing/preserving, marketing, local consumption, allied industries, e.g. fish net manufacturing, boat building and repair).

(b) The present and potential utilization of mineral resources in industrial development and their processing, e.g., iron ore, copper, bauxite, non-metallic minerals. The information will include estimated tonnage of deposits, present exploitation (volume and value). Present local processing of the minerals will also be indicated as will be the quantity and value of imported mining equipment and spares.

(c) The present and potential utilization of semi-finished manufactured products. The information will include estimated volume, local consumption, cost, capacity, etc.

The results of the survey will be used to assess the feasibility of endogenous exploitation of these resources by the member countries singularly or in groups. The final report will highlight the various opportunities for resource-based industrialization in the Council region; assess the development impact of different patterns of resource-based industrialization; and indicate policies and policy measures for maximizing the

¹ Came into force on 20 May 1982 by signature, in accordance with paragraph 10.

individual country and the regional collective development potential within the realistic framework of international trade and international competition.

4. The experts will be recruited by UNIDO in accordance with the terms and conditions of service applicable to the United Nations personnel. They will in all respects be treated as UNIDO project personnel and will be directly responsible to UNIDO for the conduct of their duties.

5. Included in the amount to be made available to UNIDO by the Council is a charge of 13 per cent to cover UNIDO's supervisory and administrative expense and provision for a reserve for compensation payments.

6. The Council shall deposit or arrange to have deposited to UNIDO the amount of US \$287,020 to the account of UNIDO with the Zentralsparkasse und Kommerzbank, V.I.C. Vienna, indicating that this sum is for the fund-in-trust account number 570 337 410, Project Raw Materials and Semi-Finished Products Survey in the Gulf Co-operation Council countries.

7. All costs incurred by UNIDO in connection with this agreement will be borne by the Trust Fund, including the charge of 13 per cent to be calculated on the total direct project costs to cover UNIDO's indirect supervisory expenses and a provision for the reserve for compensation payments. The cost of expert's services chargeable to the Trust Fund will include salary and allowance due to the expert under the Staff Rules of the United Nations and all related expenditures such as, but not limited to, the cost of travel on recruitment and repatriation, for him and his dependent; payment of terminal emoluments, medical costs and travel on official business.

8. The amount contributed by the Council shall be administered by UNIDO in conformity with the Financial Regulations and Rules of the United Nations, particularly Regulations 6.6, 6.7, 7.2 and 7.3 which govern the financial administration of voluntary contributions. UNIDO shall establish a separate account for this contribution and record therein all expenditures attributable to it.

9. Statements of accounts showing the status of the Trust Fund will be supplied to the Council and a final statement will be made on the completion of the project. If the total costs incurred exceed the amount estimated, the Council will then be required to deposit an additional sum to cover the difference. If the actual costs are less than estimated, UNIDO will refund to the Council the amount over-estimated. UNIDO may not incur financial liability in excess of the amount deposited to the Trust Fund, nor make financial commitments nor disburse any funds under this agreement until funds are received.

10. This agreement will enter into force upon the date of signature.

For the Gulf Co-operation
Council:

Name: Dr. ABDALLAH AL KUWAIZ
Title and/or function: Associate Secretary General for Economic Affairs
Date: May 20, 1982

For UNIDO:

Name: Dr. ABDALLAH AL KUWAIZ
Title and/or function:
Date: