# Amendment No 2 to the UNDP to UNIDO CONTRIBUTION AGREEMENT

Title:

Development of a robust Standardization, Quality Assurance, Accreditation and

Metrology (SQAM) Infrastructure in Malawi

The purpose of this amendment is to reflect the following revised provisions to the UNDP – UNIDO Contributions Agreement dated 6 February 2013, the Amendment No. 1 to the UNDP – UNIDO Contributions Agreement dated 3 May 2016 for the No-Cost Project Extension granted for additional 24 months, ending May 2018 and the Revised Budget for the Action with the Approval of Funds Reallocation from Result Area 6 to Result Area 3 reflected on the Addendum No. 2 of EU-UNDP Contribution Agreement No. FED/2012/297-561 dated 21 December 2016.

## A. SUMMARY OF ACTIVITIES

Start/End Dates: Activities start date: February 2013

Activities end date: May 2018<sup>1</sup>

Contribution Amount: Euro 2,874,592 (UN Official exchange rate (EUR/USD) on

the day of disbursement will apply)

Short description of

the Activities

Recruitment and Procurement of International

Staff, Goods and Services

The project is aimed at achieving the following results:

<u>Result 1</u>: Increased efficiency and sustainability of the Malawi Bureau of Standards.

<u>Result 2</u>: Better technical regulations – support to the review and development of technical regulations.

Result 3: Enhancement of the Malawi Bureau of Standards capacity.

Result 4: Enhanced capacity of the National Enquiry Points (NEP). Proactive and responsive NEP to the information and notification requirements of WTO/TBT/SPS/agreements.

Result 5: Strengthened Sanity and Phytosanitary (SPS) infrastructure.

<u>Result 6</u>: Small and medium enterprises (SME) meet quality requirements.

<u>Result 7</u>: Preparation of the organizational and operational internal bylaws and business plan for a national Malawian accreditation body.

Operational Management Team (operation costs and visibility).

<sup>&</sup>lt;sup>1</sup> UNDP will leave the project open until end December 2018 to allow UNIDO to record eligible expenditures until then.

## B. BUDGET

The total budget for UNIDO activities is € 2,874,592 (UN official exchange rate of the month and year of disbursement will apply), as more fully described in Annex A – Budget Breakdown.

# C. REPORTING

The Quarterly Technical Narrative Reports and Financial Reports shall be submitted jointly to the Contributing Agency by the Recipient Agency by the end of the second week of the month subsequent of the final month of the quarter under review during the life of the Project.

The Annual Technical Narrative Report and Financial Reports shall be submitted jointly by the end of February of every subsequent year of life of the Project.

The Biannual Technical Narrative reports are repealed.

Also, the Quarterly Technical Narrative Reports and Financial Reports shall include, under the Financial Utilization section, a table on the expenditures as captured by the Project Delivery Reports (PDRs) submitted to UNDP Headquarters.

All PDRs shall be submitted to UNDP Headquarters, by copy the UNDP Malawi Country Office, on a quarterly basis, and at the same time of submission of the Quarterly Report to UNDP Malawi Country Office.

### D. CONTRIBUTIONS

The total amounts paid by the Contributing Agency shall match the total budget amount. The Contribution will be paid in installments according to the following schedule:

February 2013	EUR 550,430	US\$ 717,080 received 28.10.2013
October 2014	EUR 1,009,449	US\$ 1,283,010 received 10.10.2014
February 2016	EUR 781,784	US\$ 500,000 received 17.06.2015
		US\$ 500,000 received 21.06.2016
April 2017	EUR 208,682	
November 2017	EUR 208,681	_
May 2018	EUR 115,566	

When making such transfers the Contributing Agency will notify the Recipient Agency,

United Nations Industrial Development Organization (UNIDO)

UNIDO Headquarters

Attn.: Mr. P. Ulbrich

Director

Department of Finance

P.O. Box 300

A-1400 Vienna, Austria

Email: P.Ulbrich@unido.org

## E. CORRESPONDENCE

All correspondence for UNIDO regarding the implementation of this Agreement will be addressed to:

Mr. Hiroshi Kuniyoshi
Deputy to the Director General
United Nations Industrial Development Organization (UNIDO)
Vienna International Centre
P.O. Box 300
A-1400, Vienna, Austria
Email: H.Kuniyoshi@unido.org

### F. ENTRY INTO FORCE AND VALIDITY

This Amendment will enter into force upon its signature by the authorized representatives of the Parties. All other terms and conditions of the Agreement remain valid and unchanged.

IN WITNESS WHEREOF, the undersigned, being duly authorized thereto, have signed the present Agreement in duplicate.

Signed: On behalf of the United Nations Development Programme:

Mia Seppo

**UNDP** Resident Representative

Date:

4/8/17

31 July 617

Signed: On behalf of the United Nations Industrial Development Organization:

Ayumi Fujino

Director of Strategic Planning and Coordination

Date:

Annex I: Budget for the Action as per Addendum No.2 of the EU/UNDP Contribution Agreement (21 December 2016)

Result: Activity EURO (€)					
	CA Total 4 yrs	New Budget (incl. Add. 1)	Changes to Budget	Addendum 2	
R1: Increased efficiency and sustainability of the Malawi Bureau of Standards	278,134.00	438,134		.438,134	
R2: Better technical regulations – support to the review and development of technical regulations	85,904.00	85,904.00		85,904.00	
R3: Enhancement of the Malawi Bureau of Standards capacity	1,416,144.00 ( <b>+312,200</b> )	1,416,144.00	+312,200	1,728,344.00	
R4: Enhanced capacity of the National Enquiry Points (NEP). Proactive and responsive NEP to the information and notification requirements of WTO/TBT/SPS/agreements		11,824.00		11,824.00	
R5: Strengthened Sanity and Phytosanitary (SPS) infrastructure	32,872.00	32,872.00		32,872.00	
R6: Small and medium enterprises (SME) meet quality requirements	612,401.84 (-312,000)	612,401.84	-312,200	300,201.84	
R7: Preparation of the organizational and operational internal bylaws and business plan for a national Malawian accreditation body	0.00	0.00		0.00	
Operational Management Team (operation costs and visibility)	1,074,072.00	914,072		914,072	
SUB-Total Project Direct Eligible Costs (Excluding Contingency)	3,511,351.84	3,511,351.84	:	3,511,351.84	
Contingency $(2.75\%)$ – has to be $\leq 5\%$	96,562.18	96,562.18		96,562.18	
SUB-Total Project Direct Eligible Costs (Including Contingency)	3,607,914.02	3,607,914.02		3,607,914.02	
Indirect Cost (GMS 7%): Administrative Costs has to be ≤7% of Direct Eligible Costs	252,533.98	252,533.98		252,533.98	
GRAND TOTAL (Including Contingency)	3,860,468.00	3,860,468.00	5.0	3,860,468.00	