

**PROCESSING OF APPLICATIONS UNDER
RESOLUTION 1409 (2002)
Statistical update as at 23 October 2002**

**TABLE 1: GENERAL PROCESSING STATISTICS
(In US\$ million)**

	Application category	ESB (59 per cent) account		ESC (13 per cent) account		TOTAL	
		No.	Value	No.	Value	No.	Value
1.	Total number of applications received/regist.*	3,438	\$9,870M	609	\$94.5M	4,047	\$9,965.5
2.	Under OIP Review	177	\$631M	54	\$2.5M	231	\$633.5M
3.	Non-compliant/ Inactive	424	\$2,659M	13	\$2.0M	437	\$2,661M
4.	Under UNMOVIC/ IAEA Review	170	\$411M	122	\$18M	292	\$429M
5.	GRL non-compliant/ GRL Inactive**	1,236	\$3,835	48	\$37M	1,284	\$3,872M
6.	OIP Approved***	1,348	\$2,155M	360	\$32M	1,708	\$2,187M
7.	Applications containing GRL Items	83	\$179M	12	\$3.0M	95	\$182M

* Includes new applications as well as fully processed OLD HOLDS and "legacy" applications.

** Includes OLD HOLDS processed under para 18 and GRL Non-compliant, as well as "legacy" applications now with the same status.

*** Includes 756 applications worth \$996M previously on hold and now OIP approved under para. 18.

Note: 1 = 2+3+4+5+6+7

So far, **3,816** applications worth **\$9,332M** have been reviewed by OIP (3+4+5+6+7), of which 3,379 (88.5 per cent) worth \$6,671 (71.5 per cent) were cleared and moved to the next processing stage (4+5+6+7), and 437 (11.4% per cent) valued at \$2,661M (28.5 per cent) await response to request for clarifications (3).

So far, **3,087** applications worth \$6,241M have been reviewed by UNMOVIC/IAEA (5+6+7), of which 1,708 (55.3 per cent) worth \$2,287M (36.6 per cent) contained no GRL items and were approved by OIP (6), 1,284 (41.6 per cent) worth \$3,872M (62 per cent) await response to requests for additional technical information (5), and 95 (3.1 per cent) worth \$182M (2.9 per cent) contained one or more GRL items (7).

TABLE 2: AVERAGE PROCESSING TIMES

Processing Stage	Average Number of Working Days
REGISTRATION (Check and issuance of Comm. Number)	1.4
OIP REVIEW	3.0
UNMOVIC/IAEA REVIEW	3.9

TABLE 3: REASONS FOR NON-REGISTRATION BY OIP

REASON	Frequency of reason as per cent of total number of reasons	Number of applications in each category
Excel attachment to the Application Form (list of goods) not submitted electronically.	26.7%	78
Old version of the application used for applications submitted after 1 July 2002.	14.7%	43
Total value of line items in Excel attachment differs from total value of the contract.	8.2%	24
Boxes in the application form are not completed or filled in correctly.	10.6%	31
Application identified as a duplicate of another application previously submitted (same contract No.).	5.2%	15
Electronic Data submitted could not be opened. Accessible copy requested.	7.2%	21
No contract attached to the application.	4.1%	12
Certifying seal/signature omitted.	1.3%	4
Original application illegible.	3.4%	10
All other reasons (missing pages, tech specs, unit of measurement, paperwork in the wrong format, etc.).	18.5%	54
Total	100%	292

Most of the applications determined by OIP as Non-Compliant lack detailed lists of the contract's spare parts/tools/sets/kits, or require clarification on service component. In the category of applications determined as GRL Non-Compliant, UNMOVIC had additional questions in 1,158 cases (90.2 per cent), IAEA alone requested additional information in 29 cases (2.2 per cent), and both UNMOVIC and IAEA had additional questions in 95 cases (7.4 per cent).

TABLES 4 A-C: STATUS OF APPLICATIONS CONTAINING GRL ITEMS

A: General status overview

GRL applications (status)	GRL Applications (number)	% of total number	Application Value	% of total value
661 Approved	9	9.3%	\$1.7M	0.8%
GRL Processing*	36	37.1%	\$41.1M	19.7%
GRL Notice	50	51.5%	\$139.4M	66.7%
Sub-total:	95	-	\$182.3M	-
OIP approved**	2	2.1%	26.8M	12.8%
TOTAL	97	100%	209.1M	100%

* see table 4B for further details

**based on amendment to remove GRL items

B: Detailed breakdown of GRL processing applications

Status	No. of applications	US\$ value
Supplier Lapsed	2	\$2.6M
661 Pending(10)	14	\$13.2M
Pending assessment	9	\$7.4M
Pending amendment	5	\$6.4M
661 Denied	5	\$11.3M
Amendment Processing	1	\$0.2M
Reconsideration	0	0
TOTAL	36	\$41.1M

C: Applications fully processed by the 661 Committee

GRL applications (status)	GRL Applications (number)	% of total number	Application Value	% of total value
661 Approved	9	56.2%	\$1.7M	10.9%
661 Denied	5	31.3%	\$11.3M	72.4%
Supplier lapsed*	2	12.5%	\$2.6	16.7%
TOTAL	16	100%	\$15.6M	100%

* Following failure on the part of suppliers to submit a petition

TABLE 5: PROCESING OF APPLICATIONS UNDER PARAGRAPH 18

Application category	No. of Applications	US\$ million
Applications on hold (current total):	2	\$6.5M
Returned holds (Cat. A)	171	\$315.4m
Cat. A (currently on hold))	0	0
Category B (currently on hold)	2	\$6.5M
Sent to UNMOVIC/IAEA (cat. B)	1,860	\$4,684.4 million

Returned from UNMOVIC/IAEA	No. of Applications	US\$ million
No GRL items	756	\$996.2m
Additional Questions	1,019	\$3,512M
GRL Items	83	\$171.7M
Total Reviewed	1,858	\$4,679.9

**TABLE 6: PREVIOUS REASONS FOR “HOLDS”
ON 376 APPLICATIONS APPROVED UNDER PARAGRAPH 18**

Reason for Hold	No. of Applications	Per cent
Technical specifications required	386	51.1%
Dual use (WMD)	115	15.3%
1051 “disagreement”	101	13.3%
Pending further evaluation	92	12.2%
End-use, End-user information	47	6.2%
Purchase not directly related to the repair of Iraqi oil infrastructure for the purpose of increasing exports	15	1.9%
TOTAL	756	100%