

WEEEEKLY HOLDS UPDATE

Week 1-8 February 2002

Prepared by: Office of Iraq Programme
Contracts Processing & Monitoring Division (CPMD)

HIGHLIGHTS

- **Releases continue but still topped by new holds**
- **Holds for end-use/user information still very high, include US28 million contract for Toyota cars**
- **The value of “Inactive Holds” unchanged, the value of applications pending feedback from the holding missions rises again**

1. The holds stand at **US5,265 million** this week, to include US307.4 million in “inactive hold” category. The grand total has increased by some US38 million in comparison to the previous week’s total of US5,226.8 million.

2. As of last week, there were 216 applications worth some US\$307.6 million in the category of inactive holds. This week the value and number of applications in this category are almost identical and stand at **215 applications worth US307.4 million**. At the same time, the number of applications for which a feedback from the holding mission is due in excess of 60 days has rose again and now stands at **582 applications worth US1,818M** (558 worth US1,791M previous week).

3. The total number of 59% account applications on hold (“active”) is 1,852 (**to include 1,286 humanitarian and 566 oil spare parts applications**) or 42 more than 1,820 last week. The relative value of holds has increased slightly in comparison to last week with **19.1 per cent** of the total value circulated to the Committee. However, the percentage of the value circulated to the Committee AND approved by OIP based on pre-approved lists was slightly lower at 14.7 per cent (19.0 and 14.8 respectively during the previous week).

4. **GENERAL TRENDS:** Although the level of holds continued to increase, the rise was moderate in comparison to previous weeks. The release rate was highest for the past 6 weeks, releases mainly including applications for which additional information was provided. It is noted that in most cases the information was provided in early January and the release followed some 30 days later. This is certainly better than usual average of 8-10 weeks. However, the concern remains that very few releases or changes of reason for hold have been registered on comms. for which the information had been provided 60 days or longer.

5. **A NUMBER OF APPLICATIONS AGAIN PLACED ON HOLD FOR END-USE/USER INFORMATION:** The observed trend of holds for end-use/user information has continued with 24 of 52 applications placed on hold containing end-use/user information as, at least, a part of the reason for hold. In 9 of 24 cases, end-use/user information was the only reason for hold. Similar to last week, this category included a single largest application placed on hold during the reporting week – comm. 1001788 containing \$27.75M of Toyota cars. The reason for hold also includes “dual military use” concerns. The goods in this category this week are the

same -- vehicles, heavy machines, mobile equipment – and included the following comms:

1001788(WS)	\$27.75M	Toyota cars	“Dual military use”, EU/EU
1001397(A)	\$ 5.36M	Trucks	Detailed EU/EU
1030325(O)	\$ 4.3M	Semi-trailers	Specs on tanks/valves, EU/EU
1001769(E)	\$ 3.4M	Lab eq.	1051 items, EU/EU
1001735(WS)	\$ 3.09M	Mobile workshop	Specs, EU/EU
1001771(H)	\$ 1.91M	Bulldozers	Specs on pumps/parts, EU/EU
1030220(O)	\$ 1.29M	Cranes	Specs on valves, EU/EU
501300(E)	\$ 0.87M	Station Wagon	Detailed EU/EU
901989(T)	\$ 0.8M	Radio eq.	Specs/fiber-optic cable, EU/EU
1001758(T)	\$ 0.63M	Mobile Crane	Specs on transducers, EU/EU
1030219(O)	\$ 0.62M	Pipe carrier	Specs, EU/EU
702632(M)	\$ 0.59M	Medical mach.	CW “dual use”, EU/EU
1001850(H)	\$ 0.57M	Spare parts	Pumps, kits, EU/EU
1030357(O)	\$ 0.48M	Semi-trailer	Specs, EU/EU
902005(A)	\$ 0.48M	Pumps	Detailed EU/EU
801971(A)	\$ 0.41M	Spare parts	Specs, specific EU/EU
1001855(WS)	\$ 0.36M	Mobile Workshop	Specs, EU/EU
1030253(O)	\$ 0.36M	Loading arm	Detailed EU/EU
1030258(O)	\$ 0.31M	x-ray system	WMD “dual use”, EU/EU
1001813(WS)	\$ 0.28M	Truck crane	Detailed EU/EU
1001794(T)	\$ 0.23M	Pick-ups	Detailed EU/EU
1030247(O)	\$ 0.14M	Trucks/parts	Detailed EU/EU
1001760(E)	\$ 0.13M	TV studio eq.	Specific EU/EU
1030359(O)	\$ 0.07M	Earth Moving eq.	Detailed EU/EU

8. Total of **22 applications worth US40.68** was released last week. The releases, *inter alia*, included:

900901(A)	\$9.74M	Excavators	Specs on parts provided
730372(O)	\$5.25M	Drilling rigs	A1 deleted 1 item
1000808(Q)	\$3.19M	Forklifts	Specs on kits provided
701868(E)	\$3.0M	Bio labs	A1 deleted 5 items (chemicals)
1000809(Q)	\$2.82M	Forklifts	Specs on kits provided
1000807(Q)	\$2.73M	Forklifts	Specs on kits provided
901873(WS)	\$2.7M	Gate Valves	Specs provided
600653(A)	\$2.56M	Centrifugal pumps	Tech specs provided
1001329(WS)	\$1.85M	Dosing pumps	Specs provided
802274(L)	\$1.78M	Valves/Hartha PS	Specs provided
802847(A)	\$1.74M	Pumps	Specs provided
830694(O)	\$1.4M	Spares for pumps	Specs provided
930585(O)	\$0.77M	Instruments	Specs provided
830838(O)	\$0.49M	Pumps	Specs on pumps provided
702695(WS)	\$0.2M	Electrical Eq.	EU info provided
702745(M)	\$0.13M	Chillers	Tech specs provided
800953(L)	\$0.12M	Water tr. Eq.	Specs provided
930589(O)	\$0.1M	Lab Equipment	Specs provided
901476(M)	\$0.06M	Diagnostic tests	A1 deleted 1 item

9. Total of **52 applications worth US79.32M** was placed on hold during the last week. Most of the relevant comms have been placed on hold for end-use/user info exclusively or for other reasons as well, and are consequently listed in para 5 above. Other holds included:

1001480(WS)	\$10.15M	Pumping station	Specs on all pumps
1001415(M)	\$ 2.7M	Medical eq.	Specs on filters, fiber-optics
1001777(H)	\$ 1.79M	Fire bricks	Specs/composition of bricks
1030012(O)	\$ 1.18M	Pipeline eq.	Specs on valves
1001872(Q)	\$ 0.76M	Nylon Cloth	Specs
1001829(A)	\$ 0.67M	Lab eq.	WMD “dual use”