

**TWO HUNDRED AND SIXTY SIXTH REPORT OF THE OVERSEERS TO THE SECURITY
COUNCIL COMMITTEE ESTABLISHED BY RESOLUTION 661 (1990) CONCERNING
THE SITUATION BETWEEN IRAQ AND KUWAIT**

The following report is submitted to the Security Council Committee established by resolution 661 (1990) concerning the situation between Iraq and Kuwait pursuant to paragraph 14 of the Committee Procedures, by which the Overseers were required to submit a weekly report to the Committee on the contracts considered by them with regard to sale of petroleum and petroleum products originating in Iraq, including the cumulative quantity and approximate value of petroleum authorized for export.

1. During the reporting period, 5 to 11 January 2002, 12 new contracts were approved. (For details see, table 1)
2. In accordance with paragraphs 12 and 13 of the Procedures, 8 letters of credit and amendments for 8 liftings were confirmed by the Overseers.
3. Two loadings, (1 from Mina-al-Bakr, 1 from Ceyhan), comprising 3.0 million barrels, (2.0 from Mina-al-Bakr, 1.0 from Ceyhan) with an estimated value of Euro 60 million were completed (\$55 million at current rate of exchange).
4. The revenue generated from the beginning of Phase XI at current prices is estimated at about Euro 899 million (\$801 million at current rate of exchange).
5. The average price for Iraqi crude during the reporting period was approximately \$18.55/bbl or Euro 20.80/bbl.
6. The trading window for Europe is now towards the end of January. Sellers are not offering the oil for less than 35 cents per barrel over the OSP. No actual deals were however reported to the Oil Overseers. The trading window for the US/West is now for February loaders. Deals were done between 40 and 45 cents over the OSP. February trading in the Far East is now coming to an end. No offers have been seen for less than 40 cents per barrel over the OSP.

The Overseers

Alexandre Kramar

Michel Tellings

TABLE 1

OIL CONTRACTS APPROVED DURING THE WEEK 5 - 11 JANUARY 2002

Number of contract	COMPANY	NATION	BARRELS	CRUDE OIL	DESTINATION	DATE OF APPROVAL
M/11/23	FEDERALNIY TORDOVIY DOM-OIL	Ukraine	1,000,000	Basrah Light	Far East/USA	09-Jan-02
M/11/24	PRIMACOSA ENTERPRISES LTD.	Cyprus	1,000,000	Basrah Light	Europe/USA	11-Jan-02
M/11/31	ALFA-ECO	Russia	6,000,000 2,000,000	Basrah Light Kirkuk	Europe/USA Europe/USA	07-Jan-02 07-Jan-02
M/10/35	TYUMEN OIL COMPANY	Russia	2,000,000	Kirkuk	Europe/USA	07-Jan-02
M/11/48	INTERNATIONAL COMPANY FOR PETROLEUM AND INDUSTRIAL SERVICES (INCOME)	Egypt	1,500,000	Kirkuk	Europe/USA	07-Jan-02
M/11/52	ARAB TRADE DEVELOPMENT CO.	Egypt	2,000,000	Kirkuk	Europe/USA	07-Jan-02
M/11/54	PETRO LINA OIL LTD.	Jordan	2,000,000 2,000,000	Kirkuk Basrah Light	Europe/USA Far East/USA	08-Jan-02 08-Jan-02
M/11/61	JORDAN GRAIN CO.LTD.	Jordan	2,000,000 2,000,000	Basrah Light Kirkuk	Far East/USA Europe/USA	07-Jan-02 07-Jan-02
M/11/62	PETROVIETNAM TRADING COMPANY (PETECHIM)	Vietnam	2,000,000	Basrah Light	Far East/USA	10-Jan-02
M/11/63	LUBNA TRADING , SA	Spain	1,500,000	Kirkuk	Europe/USA	08-Jan-02
M/11/65	FENAR PETROLEUM LTD.	Liechtenstein	500,000 3,500,000	Kirkuk Basrah Light	Europe/USA Europe/USA	10-Jan-02 10-Jan-02
M/11/67	FENAR PETROLEUM LTD.	Liechtenstein	1,500,000	Kirkuk	Europe/USA	10-Jan-02

NUMBER OF OIL CONTRACTS SUBMITTED	98
NUMBER OF OIL CONTRACTS APPROVED*	82
VOLUME OF OIL CONTRACTS APPROVED, barrels	214,000,000
BASRAH LIGHT, barrels	125,550,000
KIRKUK, barrels	88,450,000

* - including 30 contracts extended into Phase XI from the previous Phase

Status of humanitarian applications as at 14 January 2002

Weekly

Phase	Applications Received**	Notified/ Approved by the UN Secretariat	Applications Approved by Committee	Applications Released from Hold	Applications On Hold
Phase 4					
Phase 5					
Phase 6	3			1	
Phase 7	2				
Phase 8	5		1	1	2
Phase 9	7	1			9
Phase 10	162	5	12	15	32
Phase 11	3				
Totals	182	6	13	17	43

Cumulative

Phase	Applications Received**	Notified/ Approved by the UN Secretariat	Under Processing	Non Compliant applications	Inactive applications	Applications circulated to Committee*	Applications Pending at the Committee	Applications Approved by Committee	Applications On Hold	Inactive hold applications	Block/ Null/Void	Awaiting Issuance	Awaiting Issuance value
Phase 4	998	3	0	0	0	700	0	694	6	0	295	0	0
Phase 5	1299	8	0	0	1	1074	0	1038	30	6	216	0	0
Phase 6	2034	37	4	3	15	1805	0	1618	168	19	170	10	38,070,716
Phase 7	2799	782	5	3	13	1810	0	1580	196	34	186	19	47,047,603
Phase 8	2883	861	10	24	41	1669	0	1332	289	48	278	91	301,746,931
Phase 9	1999	752	13	47	30	897	3	608	250	36	260	185	553,636,236
Phase 10	1686	730	200	120	0	627	12	414	200	1	9	444	1,025,453,121
Phase 11	5	0	0	0	0	5	0	5	0	0	0	3	9,007,045
Totals	13,703	3,173	232	197	100	8,587	15	7,289	1,139	144	1,414	752	1,974,961,653

* Circulated to committee = Approved by Committee + Pending + On Hold + Inactive hold

** Includes transfers

Status of Oil Spare Parts applications as at 14 January 2002

Weekly

Phase	Applications Received	Notified/ Approved by the UN Secretariat	Applications Approved by Committee	Applications Released from Hold	Applications On Hold
Phase 4					
Phase 5					
Phase 6	1				
Phase 7	1		1		
Phase 8	1	1			2
Phase 9	7	6			1
Phase 10	66	4		2	5
Phase 11					
Totals	76	11	1	2	8

Cumulative

Phase	Applications Received	Notified/ Approved by the UN Secretariat	Under Processing	Non Compliant applications	Inactive applications	Applications circulated to Committee*	Applications Pending at the Committee	Applications Approved by Committee	Applications On Hold	Inactive hold applications	Block/ Null/Void	Awaiting Issuance	Awaiting Issuance value
Phase 4	577	0	0	0	1	527	0	497	30	0	49	1	1,400,000
Phase 5	661	0	0	0	2	599	0	546	48	5	60	5	1,460,707
Phase 6	1093	0	1	1	9	1025	0	914	101	10	57	0	0
Phase 7	957	117	2	4	6	806	0	689	100	17	22	1	791,515
Phase 8	866	538	9	33	16	250	1	137	88	24	20	0	0
Phase 9	653	261	14	30	9	321	3	173	123	22	18	4	2,488,459
Phase 10	467	45	333	34	0	53	2	24	27	0	2	3	30,609,213
Phase 11													
Totals	5,274	961	359	102	43	3,581	6	2,980	517	78	228	14	36,749,894

* Circulated to committee = Approved by Committee + Pending + On Hold + Inactive hold

IMPLEMENTATION OF SECURITY COUNCIL RESOLUTION 986 (1995)

Estimated Availability of Funds for Humanitarian Supplies (ESB Account) and Petroleum Parts and Equipment as of 14 January 2002

Received and Anticipated Funds

Phases	Proceeds from Oil Sales		ESC share for oil spare parts	Reimbursement from 13% account (bulk purchases)		Interest on 53-59 per cent account	Total estimated funds available
	Received	Anticipated		Received	Anticipated		
Phase IV	1,571,232,250	0	55,260,945	130,814,166	6,005,057	138,824,077	1,902,136,495
Phase V	2,009,623,634	0	59,924,968	137,798,375	3,175,986	150,748,754	2,361,271,717
Phase VI	3,882,951,535	0	95,627,619	121,771,702	46,579,120	382,868,771	4,529,798,747
Phase VII	4,447,181,241	0	101,379,189	167,080,796	29,786,975	315,408,564	5,060,836,766
Phase VIII	5,183,401,376	0	108,937,516	191,826,156	41,493,844	299,033,072	5,824,691,964
Phase IX	3,427,992,967	0	90,905,716	91,871,531	132,128,469	57,423,818	3,800,322,500
Phase X	3,098,180,789	0	20,770,410	11,313,611	212,686,389	11,368,836	3,354,320,035
Phase XI	56,057,445	0	0	0	0	22,483	56,079,927

Anticipated Expenditures, Applications received (humanitarian supplies)

	Processing	Non-compliant	Inactive	On hold	Inactive Hold	Approved by Committee	Notified by Secretariat (SCR 1284, para.17)	Pending at Committee	Total applications received
Phase IV	0	0	0	3,561,559	0	1,580,867,234	859,106	0	1,585,287,900
Phase V	0	0	322,190	33,868,526	5,706,371	1,905,502,645	2,726,366	0	1,948,126,097
Phase VI	4,531,416	2,491,113	17,426,834	390,916,412	14,032,370	3,393,109,982	109,344,423	0	3,931,852,551
Phase VII	5,906,701	4,963,406	10,180,423	497,551,430	42,216,087	2,993,265,584	1,262,561,836	0	4,816,645,468
Phase VIII	17,635,526	57,216,308	64,540,979	1,186,511,891	120,150,230	3,453,760,847	2,008,355,963	0	6,908,171,743
Phase IX	46,640,668	241,812,581	499,790,066	1,118,892,368	92,331,974	1,672,382,706	1,731,605,113	8,483,876	5,411,939,351
Phase X	727,530,812	731,542,915	0	779,630,827	4,786,226	1,540,532,603	1,787,538,051	10,432,820	5,581,994,253
Phase XI	0	0	0	0	0	30,019,269	0	0	30,019,269

Anticipated Expenditures, Applications received (oil spare parts)

	Processing	Non-compliant	Inactive	On hold	Inactive Hold	Approved by Committee	Notified by Secretariat (SCR 1284, para.17)	Pending at Committee	Total applications received
Phase IV	0	0	600,000	15,461,717	0	280,697,643	0	0	296,759,359
Phase V	0	0	687,000	22,144,201	3,724,266	304,388,522	0	0	330,943,989
Phase VI	11,124,478	2,047,799	1,791,911	114,576,859	24,410,073	485,739,923	0	0	639,691,043
Phase VII	1,041,690	12,699,312	3,271,739	111,428,504	35,417,640	406,724,018	108,230,975	0	678,813,879
Phase VIII	15,619,304	82,141,538	6,361,553	85,440,638	12,428,758	115,121,199	438,226,270	456,970	755,796,229
Phase IX	10,091,819	61,740,178	3,176,080	199,094,741	16,089,160	203,208,584	300,256,833	264,531	793,921,926
Phase X	312,614,271	53,930,168	0	14,751,630	0	82,884,076	32,149,211	343,661	496,673,017
Phase XI	0	0	0	0	0	0	0	0	0

Summary of estimated net funds available

Phases	Total estimated funds available	Total applications Approved/Notified	Total committed to applications	Total applications Pending Issuance	Estimated net funds available
Phase IV	1,902,136,495	1,862,423,983	1,861,023,983	1,400,000	41,112,513
Phase V	2,361,271,717	2,212,617,532	2,211,156,825	1,460,707	150,114,891
Phase VI	4,529,798,747	3,988,194,328	3,950,123,612	38,070,716	579,675,135
Phase VII	5,060,836,766	4,770,782,413	4,722,943,295	47,839,119	337,893,471
Phase VIII	5,824,691,964	6,015,464,278	5,713,717,347	301,746,931	110,974,617
Phase IX	3,800,322,500	3,907,453,236	3,351,328,541	556,124,695	448,993,959
Phase X	3,354,320,035	3,443,103,941	2,387,041,607	1,056,062,334	967,278,428
Phase XI	56,079,927	30,019,269	21,012,223	9,007,045	35,067,704

The figures for phases VIII, IX, X and XI include US\$ equivalent of received in Euros.

**Cumulative totals of applications deemed by the Secretariat
to include items to which resolution 1051 (1996) applies**

14-January-2002

Account	Phase	Weekly number of applications deemed by the Secretariat to include res.1051 items	Applications previously deemed by the Secretariat to include 1051 items that were subsequently deleted.	Cumulative totals of applications deemed by the Secretariat to include res.1051 items*	Total number of all applications reviewed by the Secretariat for presence of 1051 items under SCR 1284
53-59%, Humanitarian	IV- XI	1	35	170	10,060
Oil spare parts	IV- XI	0	18	70	3,576
13% Agency	IV- XI	6	0	73	2,701
Total for all accounts, all phases		<u>7</u>	<u>53</u>	<u>313</u>	<u>16,337</u>

(*) Also includes applications previously deemed by the Secretariat to include 1051 items that were subsequently deleted.

**Cumulative totals of applications Notified by Secretariat
pursuant to paragraphs 17 of resolution 1284 (1999)**

14-January-2002

53-59 per cent account									
Item lists	Phase IV	Phase V	Phase VI	Phase VII	Phase VIII	Phase IX	Phase X	Phase XI	All Phases
Agriculture	0	1	7	63	43	67	21	0	202
Education	1	3	12	18	20	15	2	0	71
Electricity	0	0	0	0	0	0	5	0	5
Food	0	3	9	404	469	376	434	0	1695
Food Handling	1	0	1	33	37	68	38	0	178
Health	1	1	6	256	274	161	187	0	886
Housing	0	0	0	1	7	56	41	0	105
Water & Sanitation	0	0	2	7	11	9	2	0	31
Total all lists	3	8	37	782	861	752	730	0	3173

13 per cent account									
Item lists	Phase IV	Phase V	Phase VI	Phase VII	Phase VIII	Phase IX	Phase X	Phase XI	All Phases
Agriculture	1	0	19	52	15	0	0	0	87
Child Protection	0	0	0	4	19	0	0	0	23
Education	0	7	10	0	25	0	0	0	42
Education - Higher	0	0	1	0	4	0	0	0	5
Education - Primary	0	0	0	1	15	0	0	0	16
Education - Secondary	0	0	3	0	0	0	0	0	3
Electricity	0	1	0	0	0	0	0	0	1
Food	0	0	2	1	0	0	0	0	3
Health	0	0	0	13	33	0	0	0	46
Nutrition	0	0	0	6	43	0	0	0	49
Water & Sanitation	0	0	10	10	85	0	0	0	105
Total all lists	1	8	35	77	154	0	0	0	275

**Cumulative totals of applications Approved by Secretariat
pursuant to paragraphs 18 of resolution 1284 (1999)**

	Phase IV	Phase V	Phase VI	Phase VII	Phase VIII	Phase IX	Phase X	Phase XI	All Phases
Oil Spares	0	0	0	117	538	261	45	0	961

Total for all accounts of applications notified/approved by Secretariat									4409
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**OIL SPARE PARTS APPLICATIONS APPROVED BY THE SECRETARIAT
PURSUANT TO SECURITY COUNCIL RESOLUTION 1284 (1999) PARAGRAPH 18**

Between 07/01/2002 and 011/01/2002, the Panel of Oil Experts, established by Security Council resolution 1284 (1999), approved 12 contracts with a value of \$4,925,886

Comm. Number	Project	Submitting Mission	Description of goods	Value (USD)
830859	02 01	Jordan	Alarm annunciators and spare	\$85,948.00
830148/Corr. 1	01 02	Turkey	Control system components v	\$281,413.79
930628	11 05	India	spare parts	\$545,380.00
930603	14 01	Syria	Various demonstrating lab equipment & training simulators	\$623,081.73
930453	02 05	Saudi Arabia	Reverse osmosis plants	\$722,029.00
930071	02 06	Oman	Coating & cathodic protection inspection	\$822,146.02
930631	02 01	Germany	Mixed metal oxide activated tubular anodes	\$626,087.00
930552	02 01	France	Well head fittins & accessories	\$194,106.06
1030014	11 01	Russian Federation	Electrical & instruments spare parts	\$218,380.50
1030071	11 05	Lebanon	Workshop tools with spare parts	\$174,777.66
1030084	02 03	Russian Federation	Submersible pumps with accessories & spare parts	\$583,282.60
1030133	07 06	Russian Federation	Reference Material	\$49,253.64
			Cumulative Total	\$ 4,925,886.00

CUMULATIVE NUMBER OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE VII)	119
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CUMULATIVE VALUE OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE VII)	\$109,224,076.00
CUMULATIVE NUMBER OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE VIII)	538
CUMULATIVE VALUE OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE VIII)	\$434,381,074.41
CUMULATIVE NUMBER OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE IX)	264
CUMULATIVE VALUE OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE IX)	\$295,729,214.24
CUMULATIVE NUMBER OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE X)	47
CUMULATIVE VALUE OF OIL SPARES APPLICATIONS APPROVED BY THE SECRETARIAT (PHASE X)	\$53,924,484.27



COTECNA INSPECTION SA

REPORT OF INDEPENDENT INSPECTION
AGENTSPROJECT STATUS AT WEEK
ENDING 10/01/2002

UN SCR-986 PROGRAMME

Box 1- CONSIGNMENTS

CONSIGNMENTS (OC/COMM)	Zakho	Trebil	Umm Qasr	Al- Waleed
Authentication in progress	713	2,538	913	181
Authentication completed	1,835	5,534	2,741	522
Authentication pending	12	31	19	4

Box 2 – TRAFFIC SUMMARY

TRAFFIC	Zakho	Trebil	Umm Qasr	Al- Waleed
Trucks processed to date	83,862	159,949		67,712
Trucks processed this week	521	821		318
Min/Max trucks per day during week	12/127	36/367		1/167
Average trucks per day	74	117		45
Vessels processed to date			1,550	
Vessels processed this week			10	
Discharged per day average			6,048.121	
Min/Max daily discharge during the week			473.300/10,024.680	

Box 3 – INSPECTIONS SINCE LAST REPORT

Box 3.1- Key Commodities

KEY COMMODITIES	Total quantities authenticated in Metric Tones			
	Zakho	Trebil	Umm Qasr	Al- Waleed
Items:				
Wheat			91,038.94	
Rice				
Tea			939.70	
Sugar	3,828		17,321.40	
Cooking Oil		3,189.475	3,570.94	
Cooking Iodised Salt		164		
Pulses (Chick Peas, Lentils, White Beans, etc.)	2,919.5		9,425.13	1,287.335
Powdered Infant Formula Milk		982.066	731.68	41.664
Detergents(including Toilet Soap)	47.172	1,544.952		345.296
Baby Foods, Cereals			618.45	



REPORT OF INDEPENDENT INSPECTION
AGENTS



COTECNA INSPECTION SA

PROJECT STATUS AT WEEK
ENDING 10/01/2002

UN SCR-986 PROGRAMME

Box 3.2 Medical Items

MEDICAL ITEMS	Zakho	Trebil	Umm Qasr	AI- Waleed
Consignments authenticated this week	1	34	1	1

Box 3.3 - Main Medical Lines processed

MAIN MEDICAL LINES PROCESSED							
Zakho		Trebil		Umm Qasr		AI- Waleed	
OC	Description	OC	Description	OC	Description	OC	Description
702565	Glass bottle	50524	Metronidazole	801523	Ranoxyl 500Mg	901273	Glass bottles
		700968	Epifenac				
		701471	Diusmide ampoule				
		801284	Balkatrin susp.				
		801286	Ultracloram				
		801396	Pyral syrup				
		801521	Hydrocortisone				
		801665	Gortex Graft				
		801725	Clopram drops				
		801995	Micropaque suspension				

Box 4 - OTHER ITEMS

Box 4.1 - Consignments authenticated

	Zakho	Trebil	Umm Qasr	AI Waleed
Number of Consignments	43	85	105	15

Box 4.2

MAIN LINES PROCESSED							
Zakho		Trebil		Umm Qasr		AI- Waleed	
OC	Description	OC	Description	OC	Description	OC	Description
601978	Sawn white wood	601812	Tapered roller bearings	601988	Hyundai Galloper	701243	Silicon steel
700667	Governor Assy	702148	Vertical turbine pump	630850	Ross Hill drilling rig	701556	Offset paper
702515	Maz truck tractor	900670	Vertical pumps	702368	Diesel pumping station	701864	Drive gear



REPORT OF INDEPENDENT INSPECTION
AGENTS



COTECNA INSPECTION SA

PROJECT STATUS AT WEEK
ENDING 10/01/2002

UN SCR-986 PROGRAMME

800540	AWS electrodes	601839	Bucket elevators	800796	Vertical pumps	800883	Cylinder head gasket
801060	MAZ truck tractors	930051	Power transformer	801483	Nissan pick-ups	800974	Bath room sets
801636	Compacting roller	631088	VHF radio communication system	801572	Bitzer compressors	801114	Concrete truck mixer
801655	Galvanised steel poles	730628	Water filters	802115	Stamford generator	830738	Channel size
802066	Wastema band knife	631088	Power supply system	830482	Mercury lamps	901657	Potato seeds
901425	Outer walls forms	53446	Double cylinder valves	900606	Diesel forklift	930022	Copper conductor cable
1000324	Weldig electrode	801759	Hammer drill	900893	Nissan bus	1000413	Decorated wall tiles

Box 5 - AGENCY GOODS

Box 5.1 Consignments Notified Agency Goods phase 1 & 2

	Zakho	Trebil	Umm Qasr	Al Waleed
Number of Consignments				

MAIN LINES PROCESSED

Zakho		Trebil		Umm Qasr		Al- Waleed	
OC	Description	OC	Description	OC	Description	OC	Description

Box 5.2 Consignments Notified Agency Goods, phase 3, 4 ,5, 6, 7, 8, 9, 10 & 11

	Zakho	Trebil	Umm Qasr	Al Waleed
Number of Consignments	33	10		5

MAIN LINES PROCESSED

Zakho		Trebil		Umm Qasr		Al- Waleed	
OC	Description	OC	Description	OC	Description	OC	Description
610672	Bed sheets	611008	Galvanometer			610914	Oxytetracycline
610878	Scissors	611029	Laboratory supplies			610988	Vitamin A, D3
610880	Isopropanol	9636	63 MVA transformer			610990	Oxytretracycline
611060	Mild steel deformed bars	610837	Fault location equipments			710565	Oxytretracycline



REPORT OF INDEPENDENT INSPECTION
AGENTS



COTECNA INSPECTION SA

PROJECT STATUS AT WEEK
ENDING 10/01/2002

UN SCR-986 PROGRAMME

710602	Nebuliser with compressor	710644	Diagnosis kits			710607	Vitamin A. D3
710668	Office tables	610984	Disinfectant iodine				
810077	Submersible pumps	710604	Disinfectant iodine				
810254	Activity park	920110	Wheel balancer machine				
810259	A4 transparencies	610995	Direct seed drill				
810471	Gi pipe for drinking water supply	710612	Planter toolbar				

Box 6 - INSPECTORS OPERATIONAL ON SITES

Box 6.1 - Inspectors operational in Iraq

Site / Day	04.01	05.01	06.01	07.01	08.01	09.01	10.01
Trebil	18	18	18	18	18	19	19
Umm Qasr	23	23	22	22	22	23	26
Zakho	11	12	12	12	12	13	12
Al- Waleed	10	10	11	11	11	11	12
Total	62	63	63	63	63	66	69

Box 7 - REMARKS

General	
Al-Waleed	Traffic noticeably decreases since last week. Abnormal replication time again.
Trebil	Traffic above average. No more replication problems.
Umm Qasr	Port busy. 14 ships berthed & 13 on anchorage
Zakho	Slow traffic due bad weather conditions. Communications problems solved.

8.1 End Use Monitoring – Humanitarian Goods

	Zakho	Trebil	Umm Qasr	Al Waleed
Number of Consignments		4	2	1

MAIN LINES PROCESSED

Zakho	Trebil	Umm Qasr	Al- Waleed
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REPORT OF INDEPENDENT INSPECTION
AGENTS



COTECNA INSPECTION SA

PROJECT STATUS AT WEEK
ENDING 10/01/2002

UN SCR-986 PROGRAMME

OC	Description	OC	Description	OC	Description	OC	Description
		701267	Substation	601654	25mm diameter pipes	801387	Dump truck
		702108	Various sizes valves	801523	Ranoxyl 500 Mg		
		900670	Pumps & spare parts				
		900864	Liquified gas chlorine				

8.2 End Use Monitoring – Oil Spares

	Zakho	Trebil	Umm Qasr	Al Waleed
Number of Consignments	3	1	3	

MAIN LINES PROCESSED

Zakho		Trebil		Umm Qasr		Al- Waleed	
OC	Description	OC	Description	OC	Description	OC	Description
730901	14" Pipe Per Api 5L- X60	730733	Motor rewinding workshop	630839	Acetone		
730905	¾ 6000# couplings			730050	Level transmitter		
930102	Semi trailer for oil products tank			730051	Level transmitter		

**REPORT OF UN INDEPENDENT INSPECTION AGENTS
PROVIDED BY
SAYBOLT INTERNATIONAL**

OIL MONITORING

STATUS at January 14th 2002

1. MONITORS ON STATION

- 1.1. Mina Al-Bakr: 6 staff members in total.
- 1.2. Zakho: 3 staff members in total
- 1.3. Ceyhan: 5 staff members in total

2. ACTIVITIES

MINA AL-BAKR

2.1 Vessels loaded in the period:

<u>NAME</u>	<u>LOAD DATE</u>	<u>NSV BBLs</u>
Raphael	07-01-02	2,001,688
Total		<u>2,001,688</u>

ZAKHO

2.2. Volume metered in the period was 2,946,836 barrels.

CEYHAN

2.3. Volume received in storage tanks was 3,037,746 barrels.

2.4. Vessels loaded in the period:-

<u>NAME</u>	<u>LOAD DATE</u>	<u>NSV BBLs</u>
Crudemed	11-01-02	1,019,290
Total		<u>1,019,290</u>

OBSERVATIONS

3.1 MINA AL-BAKR

Terminal Manning

=====

Terminal fully manned (app. 80 persons)

Mooring Boats/Tugs

=====

No mooring boats on station at the terminal.

Tugs "TAJ AL MARAK", "ALTAHADY" and new tugs "FATTEH AL MOBEEN" and "ALRAYIAH" on stand-by.

NOTE 1: Same as previous week

On platform A pier 1 the FW wood fender is 40% missing, and the AFT fender is also 30% missing.

Pier 2 the fenders are good.

On platform B pier 3 the fenders must be checked.

Pier 4 the FW fender is with 30% missing, and the AFT fender is also 40% missing.

Power

=====

Some power cuts during this week (Once a day, for short periods).

Generators are working on alternating basis.

Transport to / from terminal

=====

Only tug boats used for transportation of personnel to Fao or Umm Kasr.

Passenger-boat is now working.

Relief schedule is on Saturday (pilots), Sunday and Wednesday, but schedule is unreliable.

The passenger-boat is used only after the 'Crane' (near Kor-al-Amaya), and tugs used for Fao are restricted to pass the river bar at high tide and sometimes only at daylight high tide.

Main effect of this is that personnel due out on rotation leave the terminal 4/5 days earlier than would normally be necessary, in order to assure they can meet their travel/flight schedules.

Reliability of scheduled service is further hampered by unstable weather conditions.

Safety aspects are also heightened, particularly when personnel transfer 'boat to boat' or 'boat to terminal'.

The two tugs draw alongside and there is a scramble across.

No safety provisions, and sometimes in very dangerous and unstable weather conditions.

No safe gangway or means of access available at either shore or terminal location for staff to embark or disembark.

Increasing need to transfer from tug to tug and tug to MAB terminal.

Safety considerations: NIL.

Services

=====

During this week the problem with Water supply was fixed, the pumping was repaired. The water is still discolored.

NOTE 2 : This problem continues without solution as previous week

The Water Storage tank must be cleaned as soon as possible to reduce the discoloration in the water .

(Perhaps not only the Water Storage tank but some old pipes especially the hot water pipes must also be replaced)

NOTE 3: Some parts of the old one still remain at MAB.

Potable bottled water is still in supply.

Food

=====

Terminal food this week was very poor , the of supply fresh fruit and vegetables was of poor quality.

All UN staff meals are made by us, or self-catering on board vessels.

Housekeeping

=====

Standard of cleanliness remains moderate to low with excessive outside oil.

During this week the outside oil remained moderate. A constant lack of sufficient water makes it difficult to keep the interior clean. Some repairs on the roof and painting and cleaning of rust were made outside the accommodation.

Infestation

=====

Insect population is still evident, and increasing despite the colder weather. No de-infestation carried out this week.

Although Saybolt accommodations is kept clean and sprayed regularly by Saybolt staff, insects such as cockroaches are still present in the living room areas and in Saybolt rooms.

Safety

=====

At this moment the installation of platforms (launch davits) for two life-boats near the accommodation progresses slowly. The two Life-Boats are at this moment positioned at Platform B.

NOTE 4 : They are trying to finish the installation of launch davits, and replace the fire extinguishing equipment. Until now the work goes slowly.

The Lights are being checked and changed/replaced regularly. No accidents.

Refer to numerous previous reports over the last years concerning Fire and Safety, no fire drill or safety exercises observed this week. It needs to be stated here & on every report, that there seems to be no local contingency plan for emergencies such as outbreak of fire, serious illness or accidents to staff. Indeed any type of local plan to deal with various emergencies remains unknown to us.

NOTE: The gangway of Platform B (pier 3) is not working properly; sometimes it's very dangerous to use (high tide & vsl not commenced lding /lo tide & vls completed lding). There are problems with the gangway of Platform B (pier 4) again. For the moment the gangway is working, however we do not know how long for.

Environmental conditions

=====

TERMINAL GARBAGE AND WASTE CONTINUES TO BE DISPOSED OF INTO THE SEA.
LUB. OIL WASTE FROM GENERATORS DUMPED TO SEA REGULARLY.

Other remarks

=====

The relationship between Saybolt/UN staff and local terminal personnel remains very good.

Hydraulic leaks

=====

Hydraulic leaks from gangways and pump units for operating the loading arms continues.

During this week some efforts were made to fix this problem, but the lack of spare parts makes the operation difficult.

Situation same as previous week, Oil spill is collected for refilling but surroundings affected by spill.

Sawdust received from vessels alongside used to prevent spreading of spills, implication to safety of personnel.

Some of the leaking of Hydraulic oil can be repaired if they have spare parts to change, also if the leaking of oil into the platform were collected with sand and after removed to drums.

On Platform A the Crane now is operational.

NOTE 5: Loading Arms

On the platform A pier n.2 the 2nd Loading arm is already repaired.

On the platform B pier n.3 the 2nd/3rd Loading arm is already repaired.

SATELLITE COMMUNICATION

=====

Our SATCOM unit didn't served SOMO representative during the week.

FAX/COPIER : No problems found.

=====

AUTO SAMPLING APPARATUS.

=====

No new apparatus.

LOADING RATE = 11,900 BARRELS PER HOUR AVERAGED OVER THE PERIOD.

C G Brett

Saybolt International BV

January 14th 2002

**REPORT ON U.N. INDEPENDENT INSPECTION AGENTS
PROVIDED BY
SAYBOLT INTERNATIONAL B.V.**

SPARE PARTS MONITORING

STATUS at January 14th 2002

1. ACTIVITIES:-

Saybolt UN Spare Parts Monitoring Report.

Week: 1

From: December 31st, 2001 through January 6th, 2002.

Baghdad Area.

Abu Ghraib Warehouse.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.

New LOD's Received on Comm. Nos.: 0

Total LOD's outstanding: 0

National holiday on scheduled visiting day.

Daura Refinery.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding. 0.

LOD settled: 0.

New LOD's Received on Comm. Nos.: 0

Total LOD's outstanding: 0.

Comm No.	830419	03.01.02 On site inspected. Al Waleed, 38 trucks, 12.12.01. Daura Refinery, 19.12.01.
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Comm No.	830221	03.01.02 2nd partial not received at warehouse
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GasFilling Station.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.

00279. 53186. 53483. 630506. 630540. 630563. 630781. 630875. 630991. 730653. 830391.

New LOD's Received on Comm. Nos.: 830391.

Total LOD's outstanding: 11.

National holiday on scheduled visiting day.

Iraq Drilling Company.

Letters of Discrepancy received for the following Comm. Nos., which remain outstanding.

630327. 630693.

New LOD's Received on Comm. Nos.: 0

Total LOD's outstanding: 2.

No developments to reports.

Oil Exploration Company.

Letters of Discrepancy received for the following Comm. Nos. which remains outstanding.

53465. 53536. 730853.

New LOD's Received on Comm. Nos.: 0

LOD solved: 0.

Total LOD's outstanding: 3.

Comm No. 830575 05.01.02 Under checking by receiver

Pipeline Company.

Letters of Discrepancy received for the following Comm. Nos. which remains outstanding.

00549. 00569. 53036. 53240. 53259. 53469. 630039. 630062. 630083.630109. 630163. 630383. 630469. 630572. 630603. 630694. 730286. 730432. 830304. 930022.

LOD's settled:.

New LOD's Received on Comm. Nos. 730286. 730432.

Total LOD's outstanding: 20.

Comm No. 630039 03.01.02 Shipment rejected by end user. All items remained at Umm Qasr port.

Comm No. 730492 03.01.02 2nd Partial under checking by receiver.

SADOP Wharehouse.

Letters of Discrepancy received for the following Comm. Nos. which remains outstanding.

0048. 0052. 0072. 0074. 00194. 00522. 53042. 53050. 53068. 53079. 53190. 53279. 53303. 53388. 53625. 630016. 630108. 630130. 630497. 630511. 630534. 630686. 630727. 630984. 630998. 631002. 730153. 730239. 730255. 730260. 730365. 730440. 730456. 730463. 730503. 730688. 730692. 730698. 830093.

LOD settled:0.

New LOD's Received on Comm. Nos.: 730365. 830093.

Total LOD's outstanding: 39.

Comm No. Sadop

Comm No. 53190 02.01.02 LOD was resolved by supplier and promised to repair the remaining one truck. Sadop verbally confirmed that LI -3 and 4 were no longer needed and letter will be available next week.

Comm No. 53303 02.01.02 Sadop confirmed they received some missing items as replacement for the shortages but not presented at the border for inspection. Supplier has been informed.

Comm No. 630582 02.01.02 Not received at warehouse.

Comm No. 730788 02.01.02 3rd partial checked and shortages found.

Comm No. 830188 02.01.02 1st partial, under checking by receiver.

Comm No. 830188 02.01.02 2nd partial received, packed in storage.

Comm No. 830533 02.01.02 Not received at warehouse.

SCOP, State Company for Oil Projects.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.

630682.

New LOD's Received on Comm. Nos.: 0

Total LOD's outstanding: 1.

Comm No. 830255 02.01.02 Checked, found not identical, Scop refused to accept the units.

Comm No. 830462 02.01.02 Checked, found not identical, Scop refused to accept the goods.

Comm No. 830463 02.01.02 According to Scop (Mr Amjad) contract was refused to accept due to not to their specification. No answer yet fromsupplier.

Southern Area.

GCPI. General Company for Ports in Iraq.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.

53282.

New LOD's Received on Comm. Nos.: 0

Total LOD's outstanding: 1

No developments to report.

SGC. South Gas Company. Khor Zubair & North Rumailah.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.

53017. 53148. 53438. 53562. 53608. 53626. 53638. 630154. 630170. 630021. 630216. 630289. 630589. 630636. 630708. 730043. 730126. 730241. 730261. 730335. 730352. 730375. 730604. 830059. 830066.

New LOD's Received on Comm. Nos.: 730241.

LOD Solved: 0

Total LOD's outstanding: 21.

National holiday on scheduled visit day.

SOC. South Oil Company. Basrah Warehouse.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.

0013. 0090. 00176. 00177. 00186. 00270. 00302. 00359. 00368. 00369. 00375. 00380. 00384. 00388. 00392. 00433. 00470. 00474. 00481. 00482. 00520. 00521. 00524. 00528. 00530. 00543. 00548. 00559. 00570. 53011. 53024. 53028. 53158. 53166. 53175. 53185. 53189. 53196. 53197. 53208. 53219. 53321. 53226. 53243. 53263. 53274. 53275. 53295. 53296. 53298. 53345. 53350. 53365. 53369. 53409. 53434. 53449. 53457. 53485. 53487. 53490. 53494. 53498. 53504. 53526. 53547. 53571. 53574. 53585. 53596. 53604. 53607. 53612. 53613. 53615. 53658. 630009. 630014. 630050. 630053. 630071. 630084. 630097. 630105. 630145. 630147. 630168. 630184. 630205. 630207. 630226. 630240. 630221. 630272. 630273. 630274. 630298. 630310. 630313. 630315. 630317. 630321. 630349. 630360. 630363. 630385. 630408. 630418. 630419. 630428. 630432. 630463. 630503. 630522. 630542. 630553. 630562. 630569. 630593. 630597. 630598. 630599. 630601. 630607. 630647. 630707. 630721. 630756. 630757. 630763. 630802. 630814. 630827. 630828. 630841. 630890. 630899. 630917. 630936. 630970. 630972. 630980. 631021. 730033. 730041. 730064. 730065. 730066. 730074. 730081. 730089. 730091. 730123. 730158. 730162. 730244. 730257. 730287. 730329. 730421. 730446. 730489. 730495. 730519. 730528. 730548. 730610. 730642. 730682. 730676. 730710. 730712. 730755. 730803. 730825. 730889. 830353

New LOD's Received on Comm. Nos.: 630321. 630647. 630814. 730421. 730495. 730889.

LOD's solved 0.

Total LOD's outstanding: 175.

| | | |
|----------|--------|--|
| Comm No. | 00365 | 02.01.02 On site inspected. Trebil, truck no 44310,12.12.01. SOC Basrah, 15.12.01. |
| Comm No. | 630566 | 02.01.02 On site inspected. Umm Qasr, MV "Ibn Al Haitham", 10.09.01. SOC Basrah, 07.12.01. |
| Comm No. | 630710 | 02.01.02 On site inspected. Umm Qasr, MV "Ibn Al Haitham", 10.09.01. SOC Basrah, 24.12.01. |
| Comm No. | 630784 | 02.01.02 On site inspected. Umm Qasr, MV "Ibn Al Haitham", 01.11.01. SOC Basrah, 26.12.01. |
| Comm No. | 730138 | 02.01.02 On site inspected. Umm Qasr, MV "Shams", 22.11.01. SOC Basrah, 22.12.01. |
| Comm No. | 830192 | 02.01.02 On site inspected. Umm Qasr, MV "Barzan", 28.10.01. SOC Basrah, 24.11.01. |
| Comm No. | 00373 | 02.01.02 Under checking by receiver |
| Comm No. | 00474 | 02.01.02 2nd partial Not received at warehouse. |
| Comm No. | 53229 | 02.01.02 Not received at warehouse |
| Comm No. | 53547 | 02.01.02 3rd partial, under checking by receiver |
| Comm No. | 630178 | 02.01.02 Not received at warehouse |
| Comm No. | 630024 | 02.01.02 Under checking by receiver |
| Comm No. | 630343 | 02.01.02 2nd partial, under checking by receiver |
| Comm No. | 630533 | 02.01.02 4th partial, not received at warehouse |
| Comm No. | 630533 | 02.01.02 5th partial, not received at warehouse |
| Comm No. | 630238 | 02.01.02 1st partial, Not received at warehouse |
| Comm No. | 630238 | 02.01.02 2nd Partial, not received at warehouse |
| Comm No. | 630839 | 02.01.02 Not received at warehouse |

| | | |
|----------|--------|---|
| Comm No. | 630315 | 02.01.02 6th partial, not received at warehouse |
| Comm No. | 630258 | 02.01.02 2nd Partial, not received at warehouse |
| Comm No. | 630394 | 02.01.02 4th partial, checked, found out in specs. Scop refused to accept the material. |
| Comm No. | 630394 | 02.01.02 5th partial, checked found out in specs. Scop refused to accept the material. |
| Comm No. | 630259 | 02.01.02 Not received at warehouse |
| Comm No. | 630973 | 02.01.02 Not received at warehouse |
| Comm No. | 730253 | 02.01.02 Not received at warehouse |
| Comm No. | 730108 | 02.01.02 Received, packed in storage |
| Comm No. | 730333 | 02.01.02 1st partial monitored |
| Comm No. | 730541 | 02.01.02 Received, packed in storage |
| Comm No. | 730269 | 02.01.02 Not received at warehouse |
| Comm No. | 730495 | 02.01.02 2nd partial, under checking by receiver |
| Comm No. | 730776 | 02.01.02 Under checking by receiver |
| Comm No. | 730827 | 02.01.02 Not received at warehouse |
| Comm No. | 830126 | 02.01.02 4th partial monitored |
| Comm No. | 830126 | 02.01.02 5th partial, not received at warehouse |
| Comm No. | 830126 | 02.01.02 6th Partial, not received at warehouse |
| Comm No. | 830126 | 02.01.02 7th partial, not received at warehouse |
| Comm No. | 830126 | 02.01.02 8th partial, not received at warehouse |
| Comm No. | 830102 | 02.01.02 1st partial, not received at warehouse |
| Comm No. | 830102 | 02.01.02 2nd partial, not received at warehouse |
| Comm No. | 830118 | 02.01.02 1st partial, received, packed in storage |
| Comm No. | 830118 | 02.01.02 2nd partial, not received at warehouse |
| Comm No. | 830153 | 02.01.02 Not received at warehouse |
| Comm No. | 830193 | 02.01.02 Not received at warehouse |
| Comm No. | 830191 | 02.01.02 Not received at warehouse |
| Comm No. | 830340 | 02.01.02 Not received at warehouse |
| Comm No. | 830276 | 02.01.02 Not received at warehouse |
| Comm No. | 830324 | 02.01.02 Not received at warehouse |
| Comm No. | 930050 | 02.01.02 Not received at warehouse |
| Comm No. | 930056 | 02.01.02 Under checking by receiver |

SOGP.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding. 0.
 New LOD's Received on Comm. Nos.: 0.
 Total LOD's outstanding: 0.
 No development to report.

SRC. South Refining Company

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding. 730245.
 New LOD's Received on Comm. Nos.: 0.
 Total LOD's outstanding: 1
 No visit due to national holiday.

Northern Area.

NGI. North Gas Industry.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.
 00440. 00450. 53009. 53423. 630186. 630539. 630674. 630913. 730076. 730119. 730144. 730163.
 730164. 730534. 730554. 830043.
 New LOD's Received on Comm. Nos.: 53009. 630539. 630913. 730076. 730534. 730554. 830043.
 LOD solved: 0.

Total LOD's outstanding: 13.
National holiday on scheduled visit day.

NOC. North Oil Company. Kirkuk Warehouse.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.
0078. 00117. 00225. 00362. 00371. 00372. 00386. 00398. 00445. 53039. 53067. 53101. 53181. 53220.
53227. 53391. 53403. 53633. 53657. 630148. 630152. 630232. 630267. 630270. 630294. 630355. 630359.
630466. 630472. 630478. 630508. 630630. 630716. 630916. 630921. 730039. 730207. 730294. 730325.
730451. 730462. 730483. 730531. 730586. 730666. 730672. 730729. 730735. 730858. 830045. 830320.
New LOD's Received on Comm. Nos.: 00445. 53101. 53657. 630232. 630508. 830045.
Total LOD's outstanding: 50.
National holiday on scheduled visit day.

NR. North Refinery. Baiji.

Letters of Discrepancy received for the following Comm. Nos. which remain outstanding.
0056. 00341. 00389. 00451. 00497. 53004. 53620. 630045. 630074. 630082. 630103. 630134. 630135.
630159. 630167. 630171. 630426. 630691. 630698. 630700. 630743. 630790. 730018. 730184. 730186.
730341. 730346. 730355.
New LOD's Received on Comm. Nos.: 730018.
LOD solved: 0.
Total LOD's outstanding: 28.
National holiday on scheduled visit day.

Special Handling Section. Sect 11.

Letters of Discrepancy received are reported within the individual Company sections.

Baghdad Area.

| | | |
|----------|--------|---|
| Comm No. | 53066 | 03.01.02 1st partial, under checking by receiver. |
| Comm No. | 53066 | 03.01.02 2nd partial, under checking by receiver. |
| Comm No. | 830019 | 03.01.02 6th partial, not received at warehouse. |
| Comm No. | 631077 | 05.01.02 Checked, awaiting visit of supplier representative for installation. |
| Comm No. | 730820 | 05.01.02 Checked, awaiting visit of supplier representative for final inspection and commissioning. |
| Comm No. | 730835 | 05.01.02 Checked, awaiting visit of supplier representative for commissioning. |
| Comm No. | 830014 | 05.01.02 Checked, awaiting visit of supplier representative for final inspection and commissioning. |
| Comm No. | 630383 | 03.01.02 Units were installed at PL Diwaniya. Supplier technician. visited the site and complete LI 25. Awaiting for documents. |
| Comm No. | 631081 | 03.01.02 Checked and Ok., awaiting supplier assembly and commissioning. |
| Comm No. | 730855 | 03.01.02 Under checking by receiver. |
| Comm No. | 830023 | 02.01.02 Under checking by receiver. |
| Comm No. | 830016 | 02.01.02 Under checking by receiver. |
| Comm No. | 830047 | 02.01.02 Checked and Ok. Awaiting supplier documents for the completion of service line item aspect. |
| Comm No. | 830200 | 02.01.02 Under checking by receiver. |
| Comm No. | 830071 | 02.01.02 Checked and Ok. Awaiting supplier doc's of completion for service line item aspect. |
| Comm No. | 830048 | 02.01.02 Under checking by receiver. |
| Comm No. | 830093 | 02.01.02 Checked, LI-2 not in specification. Supplier informed but still no reply received yet, LOD received. Sadop verbally confirmed that |

service line item aspect was completed and accepted. Awaiting supplier's documents.

Comm No. 830159 02.01.02 Under checking by receiver.
Comm No. 830125 02.01.02 2nd partial , under checking by receiver.

Southern Area.

Comm No. 53397 02.01.02 2nd partial, not received at warehouse
Comm No. 630988 02.01.02 2nd partial, not received at warehouse
Comm No. 630205 02.01.02 Under checking by receiver.
Comm No. 730685 02.01.02 Under checking by receiver.
Comm No. 730258 02.01.02 Not received at warehouse
Comm No. 730259 02.01.02 not received at warehouse
Comm No. 730421 02.01.02 3rd partial, under checking by receiver
Comm No. 730422 02.01.02 2nd partial, not received at warehouse
Comm No. 730399 02.01.02 Under checking by receiver.
Comm No. 730529 02.01.02 Under checking by receiver
Comm No. 830050 02.01.02 not received at warehouse
Comm No. 830326 02.01.02 Not received at warehouse

Northern Area.

National holiday on scheduled visit day.

End Use / User Reports.

Letters of Discrepancy received are reported within the individual Company sections.

Baghdad Area.

Comm No. 730503 02.01.02 On site inspected. Trebil Tr. No.,43265, 31.08.01. Sadop Madain, 22.09.01.
Comm No. 730260 02.01.02 2nd partial, under checking by receiver.
Comm No. 830024 02.01.02 6th partial, under checking by receiver.
Comm No. 830521 02.01.02 Not received at warehouse.
Comm No. 930102 02.01.02 1st partial monitored.
Comm No. 930102 02.01.02 2nd partial, not received at warehouse.
Comm No. 930102 02.01.02 3rd partial, not received at warehouse.
Comm No. 930102 02.01.02 4th partial, not received at warehouse.
Comm No. 930102 02.01.02 5th partial, not received at warehouse.

Southern Area.

Comm No. 00278 02.01.02 8th Partial, Not received at warehouse
Comm No. 00302 02.01.02 8th Partial, Not received at warehouse
Comm No. 53578 02.01.02 9th partial, Under checking by receiver
Comm No. 53578 02.01.02 10th partial, not received at warehouse
Comm No. 730864 02.01.02 Not received at warehouse
Comm No. 730870 02.01.02 Not received at warehouse
Comm No. 830195 02.01.02 Not received at warehouse
Comm No. 830194 02.01.02 Received, packed in storage

Northern Area.

National holiday on scheduled visit day.

Week Statistics.

Figures in US Dollars.

Total Arrived Value: 1,327,135,273

Total Distributed Value: 775,716,098

NB: Total Arrived Value; represents the full value of contracts notified as either fully or partly arrived in Iraq at the date of this report; it includes the full posted value of contract, even though it may only be partially delivered at this time.

Total Distributed value; represents the value of contracts fully delivered to receiver's location. This figure is exclusive of values for:

- A) Contracts under partial delivery shipments,
- B) Contracts still under process of checking,
- C) Contracts where queries regarding alleged discrepancies remain under review.

Kindest regards,

Graham Brett
Saybolt International B.V.
Rotterdam,
January 14th, 2002

C. FINANCES

1. Phase X: Funds Deposited and Distributed as of 9 January 2002 - Final Distribution

| Account | Deposits this week | | Cumulative total | |
|---|--------------------|------|-------------------------|------------------------|
| | USD | EURO | USD | EURO |
| Total Proceeds | \$ - | € - | \$ 2,304,710,456 | € 3,424,109,376 |
| ESB (59.034%) | | € - | \$ 84,000,000 | € 3,424,109,376 |
| ESC (13%) | \$ - | | \$ 683,440,506 | |
| ESD (2.2%) | \$ - | | \$ 32,447,748 | |
| ESE (0.8%) | \$ - | | \$ 39,481,832 | |
| CWA (25%) | \$ - | | \$ 1,379,824,518 | |
| RWA | \$ - | | \$ 20,000,000 | |
| Transportation costs in Turkey ¹ | \$ - | | \$ 65,515,853 | |

Confirmed Oil Proceeds to be Received and Allocated for Phase X:

| Date | Amount (EURO) |
|--------------|---------------|
| -none- | |
| Total | € - |

¹ Transportation costs in Turkey will be covered through additional sale of oil in accordance with para 2 of SCR 986 and para 16 of MOU between the UN and GOI (S/1996/356 of 20 May 1996), of which 25% is transferred to the Compensation Fund (CWA account) pursuant to paragraphs 2 of SCR 705 (1991) and 8(c) of SCR 986 (1995) and 12 of SCR 1330 (2000)

C. FINANCES (continued)

2. Phase XI: Funds Deposited and Distributed as of 9 January 2002

| Account | Deposits this week | | Cumulative total | |
|--|----------------------|---------------------|----------------------|---------------------|
| | USD | EURO | USD | EURO |
| Total Proceeds | \$ 11,941,619 | € 19,291,988 | \$ 39,402,893 | € 63,681,257 |
| ESB (59.034%) | | € 19,291,988 | | € 63,681,257 |
| ESC (13%) | \$ 3,789,509 | | \$ 12,503,969 | |
| ESD (2.2%) | \$ 645,674 | | \$ 2,130,484 | |
| ESE (0.8%) | \$ 218,917 | | \$ 722,345 | |
| CWA (25%) | \$ 7,287,518 | | \$ 24,046,095 | |
| RWA | \$ - | | \$ - | |
| Transportation costs
in Turkey ¹ | \$ - | | \$ - | |

Confirmed Oil Proceeds to be Received and Allocated for Phase XI:

| Date | Amount (EURO) |
|--------------|----------------------|
| 10-Jan-02 | € 39,477,585 |
| 11-Jan-02 | € 34,533,105 |
| 14-Jan-02 | € 50,944,330 |
| Total | € 124,955,020 |

¹ Transportation costs in Turkey will be covered through additional sale of oil in accordance with para 2 of SCR 986 and para 16 of MOU between the UN and GOI (S/1996/356 of 20 May 1996), of which 25% is transferred to the Compensation Fund (CWA account) pursuant to paragraphs 2 of SCR 705 (1991) and 8(c) of SCR 986 (1995) and 12 of SCR 1330 (2000)