GENERAL CONFERENCE
First session (part two)
Vienna, 9 - 13 December 1985
Agenda item 5

REPORT OF THE INDUSTRIAL DEVELOPMENT BOARD ON
THE WORK OF ITS FIRST SESSION (PART TWO)
4 TO 15 NOVEMBER 1985

Corrigendum

Paragraph 7

For the existing text substitute

7. The following other States were represented by observers:
Holy See, Namibia (United Nations Council for), Qatar, Somalia.
GENERAL CONFERENCE
First session (part two)
Vienna, 9-13 December 1985
Item 5 of the provisional agenda

REPORT OF THE INDUSTRIAL DEVELOPMENT BOARD ON
THE WORK OF ITS FIRST SESSION (PART TWO)
4 TO 15 NOVEMBER 1985

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I. Decisions adopted by the Board during its first session (part two)  

II. Resolutions adopted by the Board during its first session (part two)  

III. Documents submitted to the Board at its first session (part two)
1. The report of the Industrial Development Board on part two of its first session is presented to the General Conference in accordance with Article 9.4 (e) of the Constitution. The report should be read in conjunction with the summary records of the Board, where details of the proceedings are contained.

2. The following decisions of the Board, reproduced in annex I, call for action by the Conference at part two of its first session:

- **IDB.1/Dec.8** Scale of assessments of Member States
- **IDB.1/Dec.9** Programme and budget, 1986-1987
- **IDB.1/Dec.10** Terms and conditions of appointment of the Director-General
- **IDB.1/Dec.14** Pledging Conference for the Industrial Development Fund
- **IDB.1/Dec.16** Appointment of External Auditor
- **IDB.1/Dec.19** UNIDO participation in the United Nations Joint Staff Pension Fund
- **IDB.1/Dec.20** UNIDO participation in an administrative tribunal
- **IDB.1/Dec.21** Transfer of assets from the United Nations to UNIDO
- **IDB.1/Dec.24** Agreement between UNIDO and the United Nations Development Programme
- **IDB.1/Dec.26** Guidelines for the relationship of UNIDO with intergovernmental, non-governmental, governmental and other organizations
- **IDB.1/Dec.30** Provisional agenda for part two of the first session of the General Conference

3. The following decisions of the Board, also reproduced in annex I, are of relevance to the provisional agenda of part two of the first session of the Conference:

- **IDB.1/Dec.12** Financial regulations
- **IDB.1/Dec.15** Establishment of a working capital fund
- **IDB.1/Dec.23** Relationship agreement with the United Nations
- **IDB.1/Dec.25** Standard basic co-operation agreement between Governments

### I. ORGANIZATIONAL AND PROCEDURAL MATTERS

4. Part two of the first session of the Board was held at UNIDO Headquarters, Vienna International Centre, from 4 to 15 November 1985. (14 plenary meetings – see UNIDO/IDB.1/SR.6 to 19)

### Participation

5. The following 51 of the 53 members of the Board were represented at the session:

- Argentina, Australia, Austria, Bangladesh, Belgium, Brazil, Burundi, Chile, China, Cuba, Czechoslovakia, Ecuador, Egypt, France, Germany, Federal Republic of, Ghana, Greece, Hungary, India, Indonesia, Iraq, Italy, Ivory Coast, Jamaica, Japan, Kenya, Lesotho, Malaysia, Mauritius, Mexico, Nigeria, Norway, Pakistan, Peru, Philippines, Poland, Romania, Saudi Arabia, Senegal, Spain, Sweden, Switzerland, Thailand, Tunisia, Turkey, Union of Soviet Socialist Republics, United Arab Emirates, United Kingdom of Great Britain and Northern Ireland, United States of America, Venezuela, Zaire.

6. The following 30 Member States of UNIDO also participated in the session: Algeria, Bolivia, Bulgaria, Byelorussian Soviet Socialist Republic, Canada, Colombia, Democratic People's Republic of Korea, Denmark, Finland, German Democratic Republic, Guatemala, Guinea, Iran (Islamic Republic of), Ireland, Israel, Lebanon, Luxembourg, Madagascar, Morocco, Netherlands, Nicaragua, Oman, Panama, Portugal, Sudan, Trinidad and Tobago, Ukrainian Soviet Socialist Republic, Uruguay, Viet Nam, Yugoslavia.
7. The following other States were represented by observers: Holy See, United Nations Council for Namibia, Qatar, Somalia.

8. The following United Nations bodies were represented: United Nations Centre on Transnational Corporations, United Nations Development Programme.

9. The following specialized and related agencies were represented: International Labour Organisation, World Health Organization, International Atomic Energy Agency.

10. The following other intergovernmental organizations were represented: European Economic Community, Intergovernmental Bureau for Informatics, Organization for Economic Co-operation and Development.

11. The following non-governmental organizations were represented: International Christian Union of Business Executives, Licensing Executives Society International, Society for Chemical Industry, Union of International Technical Associations.

12. The Palestine Liberation Organization participated as observer.

13. The Board considered the participation of intergovernmental and international non-governmental organizations in the sessions of the Board and adopted decision IDB.1/Dec.7 (see annex I).

Opening of the session

14. Part two of the first session of the Board was declared open by its President, Mr. E.M. Roethlisberger (Switzerland).

Agenda for part two of the first session

15. The Board adopted the following agenda:

   1. Opening of part two of the first session.

   2. Adoption of the agenda.

   3. Consideration of the provisional rules of procedure.

   4. Report of the Programme and Budget Committee:

      (a) Scale of assessments of Member States;
      (b) Programme and budget, 1986-1987;
      (c) Number and geographical distribution of deputy directors-general;
      (d) Financial regulations;
      (e) Industrial Development Fund;
      (f) Establishment of a working capital fund;
      (g) Appointment of external auditors.

   5. Personnel matters:

      (a) Staff regulations;
      (b) UNIDO participation in the International Civil Service Commission;
      (c) UNIDO participation in the United Nations Joint Staff Pension Fund;
      (d) UNIDO participation in an Administrative Tribunal.

   6. Other administrative matters:

      (a) Transfer of assets from the United Nations to UNIDO;
      (b) UNIDO participation in the Joint Inspection Unit.

   7. Relationship agreement with the United Nations.


   9. Standard basic co-operation agreement between Governments and UNIDO.

10. Guidelines for the relationship of UNIDO with:

    (a) Intergovernmental organizations;
    (b) Non-governmental organizations;
    (c) Governmental and other organizations.


13. Information by Member States on activities related to the work of the Organization.

14. Provisional agenda for part two of the first session of the General Conference.

15. Provisional agenda and date of the second session of the Board.

16. Adoption of the report on part two of the first session.

17. Closure of the first session.

Organization of work

16. Upon adoption of the agenda, the Board decided to set up an open-ended working group to give preliminary consideration to subitem 5 (d) and to items 8, 9, 10 and 12 of the agenda. The working group met on 5 and 6 November under the chairmanship of Mr. El-Taher Shash (Egypt) who reported to the Board under the respective items (UNIDO/IDB.1/L.3-L.7).

Rules of procedure

17. The Board considered the provisional rules of procedure of part one of its first session as contained in document UNIDO/IDB.1/2/Rev.1 with the changes set out in conference room paper UNIDO/IDB.1/CRP.3 and adopted its provisional rules of procedure (see annex 1, decision IDB.1/Dec.6).

II. REPORT OF THE PROGRAMME AND BUDGET COMMITTEE

18. The Board considered the report of the Programme and Budget Committee (PBC) on the work of its first session (UNIDO/IDB.1/14), in particular the conclusions drawn to its attention in paragraph 6 of that report.

A. Scale of assessments of Member States

19. The Board considered PBC conclusion 1985/2 concerning the scale of assessments of Member States for the regular budget expenditures of UNIDO for the financial years 1986, 1987 and 1988, and adopted decision IDB.1/Dec.8 (see annex 1).

B. Programme and budget 1986-1987

20. The Board examined the proposals for the programme and budget 1986-1987 submitted by the Director-General to the PBC (UNIDO/IDB.1/6 and Corr.1 and 2); the recommendations of the PBC contained in its conclusion 1985/5; the amendments proposed by the Director-General to his original proposals on the basis of the recommendations of the PBC (UNIDO/IDB.1/19 and Corr.1); proposals of the Director-General on revisions of output descriptions (UNIDO/IDB.1/CRP.5); report by the Director-General on his consultations with the Secretary-General of the United Nations concerning conference services and other joint services (UNIDO/IDB.1/26 and Add.1); a note by the Secretariat on a draft contract establishing terms and conditions of appointment of the Director-General (UNIDO/IDB.1/20); a draft decision submitted by the President (UNIDO/IDB.1/L.8/Rev.1) and two draft decisions submitted by the Director-General (UNIDO/IDB.1/L.10 and Corr.1 and UNIDO/IDB.1/L.10/Rev.1). By a roll-call vote of 43 to 7 the Board adopted decision IDB.1/Dec.9. The Board also adopted decision IDB.1/Dec.10 (see annex 1).

C. Number and geographical distribution of deputy directors-general

21. The Board had before it PBC conclusion 1985/6 and a note by the Director-General (UNIDO/IDB.1/CRP.4). The President proposed a draft decision to the Board (see UNIDO/IDB.1/SR.19 para. 8). By 28 votes to 12, with 9 abstentions, the Board gave its consent to the consideration of the draft decision; by 25 votes to 15, with 9 abstentions, the Board decided to vote on the draft decision; and by a roll-call vote of 31 to 9, with 9 abstentions and one non-participation, the Board adopted decision IDB.1/Dec.11 (see annex 1). The President made a statement which is annexed to the decision.

D. Financial regulations

22. The Board considered PBC conclusion 1985/3 and adopted decision IDB.1/Dec.12 (see annex 1).
E. Industrial Development Fund


F. Establishment of a working capital fund

24. The Board had before it a note by the Director-General (UNIDO/IDB.1/22), a conference room paper (UNIDO/IDB.1/CRP.6) and a draft decision submitted by the President (UNIDO/IDB.1/L.13). The Board adopted decision IDB.1/Dec.15 (see annex I).

G. Appointment of external auditor

25. The Board considered PBC conclusion 1985/9 and adopted decision IDB.1/Dec.16 (see annex I).

III. PERSONNEL MATTERS

26. The Board considered a draft resolution submitted by Argentina, Australia, Austria, Italy, Kenya, Malaysia, Norway, Sweden, Turkey (UNIDO/IDB.1/L.2/Rev.1). By 34 votes to 5, with 7 abstentions, the Board adopted resolution IDB.1/Res.1 (see annex II).

A. Staff regulations

27. The Board considered a note by the Director-General (UNIDO/IDB.1/18) and adopted decision IDB.1/Dec.17 (see annex I).

B. UNIDO participation in the International Civil Service Commission

28. The Board considered a background paper prepared by the Secretariat (UNIDO/IDB.1/11) and adopted decision IDB.1/Dec.18 (see annex I).

C. UNIDO participation in the United Nations Joint Staff Pension Fund

29. The Board considered the background papers prepared by the Secretariat (UNIDO/IDB.1/10 and Add.1) and adopted decision IDB.1/Dec.19 (see annex I).

D. UNIDO participation in an Administrative Tribunal

30. The Board considered a background paper prepared by the Secretariat (UNIDO/IDB.1/15) and the report of the Chairman of the Working Group (see para.16 above) (UNIDO/IDB.1/L.3) and adopted decision IDB.1/Dec.20 (see annex I).

IV. OTHER ADMINISTRATIVE MATTERS

A. Transfer of assets from the United Nations to UNIDO

31. The Board considered a note by the Director-General (UNIDO/IDB.1/25) and adopted decision IDB.1/Dec.21 (see annex I).

B. UNIDO participation in the Joint Inspection Unit

32. The Board considered the background paper prepared by the Secretariat (UNIDO/IDB.1/12) and adopted decision IDB.1/Dec.22 (see annex I).

V. RELATIONSHIP AGREEMENT WITH THE UNITED NATIONS

33. The Board considered the interim report of the Chairman of the Committee to Negotiate a Relationship Agreement between the United Nations and UNIDO (UNIDO/IDB.1/23) and adopted decision IDB.1/Dec.23 (see annex I).
VI. AGREEMENT BETWEEN UNIDO AND THE UNITED NATIONS DEVELOPMENT PROGRAMME

34. The Board considered a background paper prepared by the Secretariat (UNIDO/IDB.1/9) and the report of the Chairman of the Working Group (see para.16 above) (UNIDO/IDB.1/L.4), and adopted decision IDB.1/Dec.24 (see annex I).

VII. STANDARD BASIC CO-OPERATION AGREEMENT BETWEEN GOVERNMENTS AND UNIDO

35. The Board considered a background paper prepared by the Secretariat (UNIDO/IDB.1/13) and the report of the Chairman of the Working Group (see para.16 above) (UNIDO/IDB.1/L.5), and adopted decision IDB.1/Dec.25 (see annex I).

VIII. GUIDELINES FOR THE RELATIONSHIP OF UNIDO WITH INTERGOVERNMENTAL, NON-GOVERNMENTAL, GOVERNMENTAL AND OTHER ORGANIZATIONS

36. The Board considered a background paper prepared by the Secretariat (UNIDO/IDB.1/7) and the report of the Chairman of the Working Group (see para.16 above) (UNIDO/IDB.1/L.6) and adopted decision IDB.1/Dec.26 (see annex I).

IX. HEADQUARTERS AGREEMENT BETWEEN UNIDO AND THE REPUBLIC OF AUSTRIA

37. The Board considered a report by the Director-General (UNIDO/IDB.1/24) and adopted decision IDB.1/Dec.27 (see annex I).

X. ANNEX IN RESPECT OF UNIDO TO THE CONVENTION ON THE PRIVILEGES AND IMMUNITIES OF THE SPECIALIZED AGENCIES

38. The Board considered a background paper prepared by the Secretariat (UNIDO/IDB.1/8) and the report of the Chairman of the Working Group (see para.16 above) (UNIDO/IDB.1/L.7) and adopted decision IDB.1/Dec.28 (see annex I).

XI. INFORMATION BY MEMBER STATES ON ACTIVITIES RELATED TO THE WORK OF THE ORGANIZATION

39. At the suggestion of the President, the Board adopted decision IDB.1/Dec.29 (see annex I).

XII. PROVISIONAL AGENDA FOR PART TWO OF THE FIRST SESSION OF THE GENERAL CONFERENCE

40. The Board considered a draft provisional agenda for part two of the first session of the General Conference referred to it by the Conference (decision GC.1/Dec.13) and a revised draft proposed by the Director-General (UNIDO/IDB.1/L.12) and adopted decision IDB.1/Dec.30 (see annex I).

XIII. PROVISIONAL AGENDA AND DATE OF THE SECOND SESSION OF THE BOARD

41. The Board considered proposals submitted by the Director-General (UNIDO/IDB.1/L.11) and adopted decision IDB.1/Dec.31 (see annex I).

XIV. ADOPTION OF THE REPORT OF PART TWO OF THE FIRST SESSION

42. The Board considered the draft report (UNIDO/IDB.1/L.9) and adopted the report as a whole, on the understanding that the Rapporteur would be entrusted with the task of finalizing the report.

XV. SUSPENSION OF PART TWO OF THE FIRST SESSION

43. On 15 November 1985, the Board adopted decision IDB.1/Dec.32 by which the Board decided to resume part two of its first session on 9 December 1985 (see annex I).
Annex I
DECISIONS ADOPTED BY THE BOARD DURING
ITS FIRST SESSION (PART TWO)

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IDB.1/Dec.12 Financial regulations (UNIDO/IDB.1/SR.7, paras. 10-12) 16

(e) INDUSTRIAL DEVELOPMENT FUND
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(f) ESTABLISHMENT OF A WORKING CAPITAL FUND
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(g) APPOINTMENT OF EXTERNAL AUDITORS
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Note: Discussions related to the adoption of each decision, including details of voting are reflected in the summary records cited in the contents above.
(b) UNIDO PARTICIPATION IN THE INTERNATIONAL CIVIL SERVICE COMMISSION

UNIDO participation in the International Civil Service
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 paras. 24-25)

(c) UNIDO PARTICIPATION IN THE UNITED NATIONS JOINT STAFF PENSION FUND

UNIDO participation in the United Nations Joint Staff
Pension Fund (UNIDO/IDB.1/SR.8, para. 22; UNIDO/IDB.1/SR.16,
 paras. 24-25; UNIDO/IDB.1/SR.17, para. 16; UNIDO/IDB.1/SR.18,
 paras. 29-32)

(d) UNIDO PARTICIPATION IN AN ADMINISTRATIVE TRIBUNAL

UNIDO participation in an administrative tribunal
(UNIDO/IDB.1/SR.11, paras. 53-55; UNIDO/IDB.1/SR.16, paras. 24-25)

OTHER ADMINISTRATIVE MATTERS (agenda item 6)

(a) TRANSFER OF ASSETS FROM THE UNITED NATIONS TO UNIDO

Transfer of assets from the United Nations to UNIDO
(UNIDO/IDB.1/SR.7, paras. 24-28)

(b) UNIDO PARTICIPATION IN THE JOINT INSPECTION UNIT

UNIDO participation in the Joint Inspection Unit
(UNIDO/IDB.1/SR.7, paras. 16-21)

RELATIONSHIP AGREEMENT WITH THE UNITED NATIONS (agenda item 7).

Relationship agreement with the United Nations
(UNIDO/IDB.1/SR.7, paras. 29-44)

AGREEMENT BETWEEN UNIDO AND THE UNITED NATIONS DEVELOPMENT PROGRAMME
(agenda item 8)

Agreement between UNIDO and the United Nations Development
Programme (UNIDO/IDB.1/SR.11, paras. 56-87)

STANDARD BASIC CO-OPERATION AGREEMENT BETWEEN GOVERNMENTS AND UNIDO
(agenda item 9)

Standard basic co-operation agreement between Governments
and UNIDO (UNIDO/IDB.1/SR.17, paras. 6-15)

GUIDELINES FOR THE RELATIONSHIP OF UNIDO WITH INTERGOVERNMENTAL,
NON-GOVERNMENTAL, GOVERNMENTAL AND OTHER ORGANIZATIONS (agenda item 10)

Guidelines for the relationship of UNIDO with intergovernmental,
non-governmental, governmental and other organizations
(UNIDO/IDB.1/SR.14, paras. 5-19)

HEADQUARTERS AGREEMENT BETWEEN UNIDO AND THE REPUBLIC OF AUSTRIA
(agenda item 11)

Headquarters agreement between UNIDO and the Republic of
Austria (UNIDO/IDB.1/SR.7, paras. 22-23)

ANNEX IN RESPECT OF UNIDO TO THE CONVENTION ON THE PRIVILEGES AND IMMUNITIES
OF THE SPECIALIZED AGENCIES (agenda item 12)

Annex in respect of UNIDO to the Convention on the Privileges
and Immunities of the Specialized Agencies (UNIDO/IDB.1/SR.14,
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INFORMATION BY MEMBER STATES ON ACTIVITIES RELATED TO THE WORK OF THE ORGANIZATION (agenda item 13)

IDB.1/Dec.29 Information by Member States on activities related to the work of the Organization (UNIDO/IDB.1/SR.17, paras. 1-5)

PROVISIONAL AGENDA FOR PART TWO OF THE FIRST SESSION OF THE GENERAL CONFERENCE (agenda item 14)

IDB.1/Dec.30 Provisional agenda for part two of the first session of the General Conference (UNIDO/IDB.1/SR.18, paras. 1-4)

PROVISIONAL AGENDA AND DATE OF THE SECOND SESSION OF THE BOARD (agenda item 15)

IDB.1/Dec.31 Provisional agenda and dates of the second session of the Board (UNIDO/IDB.1/SR.18, paras. 5-28)

CLOSURE OF THE FIRST SESSION OF THE BOARD (agenda item 17)

IDB.1/Dec.32 Suspension of part two of the first session (UNIDO/IDB.1/SR.19, paras. 102-108)
IDB.1/Dec.6. RULES OF PROCEDURE

(a) At its sixth plenary meeting, the Industrial Development Board adopted as its provisional rules of procedure for part two of its first session the rules contained in document UNIDO/IDB.1/2/Rev.1.

(b) At its nineteenth plenary meeting, the Board adopted formally the rules of procedure contained in document UNIDO/IDB.1/2/Rev.1 with the amendments indicated in conference room paper UNIDO/IDB.1/CRP.3 with the exception of rules 61, 71, 75 and 77 which would be provisionally adopted as they appeared in document UNIDO/IDB.1/2/Rev.1. The Board also decided that rules 71, 75 and 77 would be examined further by an open-ended working group of Member States represented in Vienna under the chairmanship of the Permanent Representative of Switzerland to UNIDO, acting on behalf of the President of the Board, who would report thereon to the Board at the resumed part two of its first session.

6th and 19th plenary meetings
4 and 15 November 1985

IDB.1/Dec.7. PARTICIPATION OF OBSERVERS IN THE INDUSTRIAL DEVELOPMENT BOARD

The Industrial Development Board, bearing in mind Article 26.2 of the Constitution concerning transitional arrangements and the precedent set by the General Conference in its decision 5 concerning participation of observers in part one of the first session of the Conference, agreed to accept the participation of the following organizations as observers:

(a) Upon their request, intergovernmental organizations associated with the work of the former Industrial Development Board under rule 75 of its rules of procedure (IDB/8/18/Rev.7 and Corr.1 and Amend.2);

(b) Upon their request, international non-governmental organizations having consultative status with UNIDO as a United Nations organ.

7th plenary meeting
4 November 1985

IDB.1/Dec.8. SCALE OF ASSESSMENTS OF MEMBER STATES

The Industrial Development Board recommended to the General Conference the establishment of a scale of assessments for the regular budget expenditures of UNIDO for the financial years 1986, 1987 and 1988, and proposed that the scale of assessments be based on the one most recently adopted by the General Assembly of the United Nations, as of 1 January 1986.

7th plenary meeting
4 November 1985


The Industrial Development Board, having examined the proposals for the UNIDO programme and budget 1986-1987 submitted by the Director-General to the Programme and Budget Committee (UNIDO/PBC.1/b and Corr.1 and 2), decided to adopt the recommendations as contained in conclusion 1985/5 of the Committee (UNIDO/IDB.1/4), and the subsequent adjustments (UNIDO/IDB.1/19 and Corr.1) and revisions of output descriptions (UNIDO/IDB.1/CRP.5) proposed by the Director-General.

A. Regular budget: Appropriations, income estimates, financing of appropriations and net allocations for the biennium 1986-1987

The Board recommended to the General Conference the adoption and approval of appropriations and estimates of income for the biennium 1986-1987:
1. Appropriations

Appropriations totalling $136,018,100 for the following purposes:

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<th>Programme</th>
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<tr>
<td>Policy-making Organ</td>
<td>2,208,100</td>
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<tr>
<td>Executive Direction and Management</td>
<td>1,562,900</td>
</tr>
<tr>
<td>Division of Policy Co-ordination</td>
<td>12,513,400</td>
</tr>
<tr>
<td>Division for Industrial Studies</td>
<td>12,739,900</td>
</tr>
<tr>
<td>Division of Industrial Operations</td>
<td>28,900,500</td>
</tr>
<tr>
<td>Conference Services, Public Information and External Relations</td>
<td>15,238,300</td>
</tr>
<tr>
<td>Division of Administration and Common Services</td>
<td>42,294,600</td>
</tr>
<tr>
<td>Staff Assessment</td>
<td>20,561,000</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>136,018,100</strong></td>
</tr>
</tbody>
</table>

2. Estimates of income

The following estimates of income other than assessments on Member States totalling $41,779,000:

<table>
<thead>
<tr>
<th>Income from staff assessment</th>
<th>$</th>
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</thead>
<tbody>
<tr>
<td>Other income</td>
<td>20,561,000</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>21,218,000</strong></td>
</tr>
</tbody>
</table>

| **Total (1 - 2)**            | **94,239,100** |

3. Financing of appropriations

The Board also recommended to the Conference that budget appropriations of $136,018,100 should be financed in accordance with regulations 5.1 and 5.2 of the Financial Regulations of the United Nations as follows:

(a) $21,218,000 being estimated income other than staff assessment for the biennium 1986-1987;

(b) $114,800,100 being the assessment on Member States in accordance with the provisions of General Conference resolution/decision .... of .. December 1985 on the scale of assessments for the years 1986, 1987 and 1988. There shall be set off against the assessment on Member States, in accordance with the provisions of General Conference resolution/decision of .... December 1985, their respective share in the Tax Equalization Fund in the amount of $20,561,000 being the estimated staff assessment income approved for the biennium 1986-1987.

4. Net allocations

The Board recommended to the Conference that, subject to any adjustment necessary as a result of applying the United Nations operational rate of exchange in effect in December 1985 for the programme budget and in order to implement the agreement reached between the Director-General of UNIDO and the Secretary-General of the United Nations on sharing of costs of Conference Services and other joint services, a net allocation of $94,239,100 should be the assessment of Member States.

B. Operational budget for the biennium 1986-1987

The Board recommended to the General Conference the adoption of estimates totalling $23,492,700 for the purpose of the operational budget for the biennium 1986-1987 to be financed from voluntary contributions and such other income as may be provided for in the financial regulations.

19th plenary meeting
13 November 1985
IDB.1/Dec.10. TERMS AND CONDITIONS OF APPOINTMENT OF THE DIRECTOR-GENERAL

The Industrial Development Board, acting in accordance with rule 103.4 of the provisional rules of procedure of the General Conference, recommended to the Conference the adoption of the draft contract annexed to the present decision, establishing the terms and conditions of appointment of the Director-General, including the salary and other emoluments attached to the office.

19th plenary meeting
15 November 1985

Annex

DRAFT CONTRACT FOR APPOINTMENT OF THE DIRECTOR-GENERAL

THIS CONTRACT is made

between the United Nations Industrial Development Organization (hereinafter called the Organization) for the one part

and Mr. Domingo L. Siazon, Jr. (hereinafter called the Director-General) for the other part.

WHEREAS

The Director-General, upon recommendation of the Board, has been duly appointed by the Conference at its third plenary meeting of its first regular session held on 17 August 1985 (GC.1/Dec. 12).

IT IS HEREBY AGREED AS FOLLOWS:

1. Term of Office

The Director-General shall be appointed for a period of four years from the first day of September nineteen hundred eighty-five (1985), the date on which he assumed his office or until the Director-General appointed at the third regular session of the General Conference assumes office.

2. Official Duty Station

The official duty station for the Director-General shall be Vienna, Austria.

3. Official Duties

In accordance with Article 11 of the Constitution of the Organization, the Director-General shall be the chief administrative officer of the Organization.

4. Privileges and Immunities

The Director-General shall enjoy all the privileges and immunities in keeping with his office as determined by the Constitution of the Organization, Article 21, and any relevant legal instruments already in force or to be concluded in the future.

5. Staff Regulations

The Director-General shall be subject to the Staff Regulations of the Organization, together with such amendments as may be made thereto, in so far as they are applicable to him.

6. Assessable Salary and Allowances

(a) The Director-General shall receive an annual gross salary of US dollars one hundred and fifty-nine thousand one hundred and fifteen (159,115) corresponding to an annual net base salary equivalent to US dollars seventy-eight thousand four hundred and thirty (78,430) (dependency rate), or US dollars sixty-nine thousand three hundred and thirty-four (69,334) (single rate) respectively, which corresponds to the salary of the executive heads of other specialized agencies within the common system of the United Nations as of 1 August 1985;
(b) He shall receive post adjustment, allowances and benefits, including social security benefits and separation allowances, for which a staff member in the Professional category of the UNIDO Secretariat would be eligible under the Staff Regulations and Staff Rules of the Organization, provided the purpose of such emolument, allowance or benefit has not already been met by other provisions of the present contract;

(c) The Director-General shall receive a representation allowance equivalent to US dollars fifteen thousand (15,000), per annum to meet his share of the obligations which the Organization incurs in the form of representation and hospitality expenditure;

(d) He shall receive a housing allowance amounting to US dollars twenty-three thousand (23,000) per annum.

(e) The above assessable salary, allowances and benefits to which the Director-General is entitled under this agreement shall be subject to adjustment by the Board, after consultations with the Director-General, to keep them in line with those of the executive heads of other specialized agencies within the common system of the United Nations or of members of the staff of UNIDO in the Professional category, as the case may be.

7. Notice of Resignation

The Director-General may at any time give six months’ notice of resignation in writing to the Board, which is authorized to accept his resignation on behalf of the General Conference, in which case, upon expiration of such period of notice, he shall cease to be Director-General of the Organization and this contract shall terminate.

8. Entry into force

This contract shall enter into force with retroactive effect to the first day of September 1985.

SIGNED this day of December 1985 at Vienna.

(Endre Ivan)  
President of the Conference acting on behalf of the Organization  

(Domingo L. Siazon, Jr.)  
Director-General

IDB.1/Dec.11. NUMBER AND GEOGRAPHICAL DISTRIBUTION OF DEPUTY DIRECTORS-GENERAL

The Industrial Development Board decided that five deputy directors-general should be appointed, each to head a Department of UNIDO. The Board requested the Director-General, in accordance with Article 11.5 of the Constitution of UNIDO, to recommend for its approval the appointment of five deputy directors-general.

The Board agreed that the statement by the President, annexed below, reflected the understanding on which the present decision had been adopted.

19th plenary meeting  
15 November 1985

Annex

STATEMENT BY THE PRESIDENT OF THE BOARD ON ITEM 4(c): NUMBER AND GEOGRAPHICAL DISTRIBUTION OF DEPUTY DIRECTORS-GENERAL

1. The relevant understandings, i.e. those contained in the United Nations General Assembly document A/39/376 and the points set out below, shall be duly implemented.
2. This initial decision [IDB.1/Dec.11] will be implemented by appointing, in accordance with Article 11.5 of the Constitution of UNIDO, two nationals from States listed in lists A and C, a/ two nationals from States listed in list B and one national from a State listed in list D, as included by the Depositary in Annex I of the Constitution of UNIDO.

3. The appointment of the deputy directors-general shall be carried out in line with the numerical framework of the existing senior staff structure, except during the transitional implementation period if need should arise, and in a manner which will not involve supplementary expenditure beyond the 1986-1987 budget and which will not entail the use of the full amount already contained in the budget for this purpose but bring about significant savings.

4. The promotion of a D-2 to deputy director-general as head of a department shall entail the abolition of the D-2 post thus left vacant.

5. Prior to approval by the Board of the appointments of the five deputy directors-general by the Director-General in accordance with Article 11.5 of the Constitution of UNIDO, the Director-General shall, taking into account the discussions in the Board on agenda item 4(c) and the documents submitted thereunder, clarify to the satisfaction of the Board the foreseen financial, structural and functional implications of the said appointments.

6. In appointments of other senior staff, the Director-General shall, in the light of the considerations set out in Article 11.5 of the Constitution of UNIDO, strive to eliminate any inequities which might exist in the present structure.

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**IDB.1/Dec.12. FINANCIAL REGULATIONS**

The Industrial Development Board approved the application by the Director-General of the Financial Regulations and Rules of the United Nations as of 31 December 1985, mutatis mutandis, pending the adoption of the new financial regulations by the General Conference.

7th plenary meeting
4 November 1985

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**IDB.1/Dec.13. INDUSTRIAL DEVELOPMENT FUND**

The Industrial Development Board approved the indicative programme for 1986 and plan for 1986-1987 of the Industrial Development Fund as contained in document ID/8/333 and Corr.1 except in respect of the proposal to earmark a small component within the general-purpose segment of the Fund for disaster relief assistance. The Board authorized the Director-General to approve projects for financing under the Fund.

7th plenary meeting
4 November 1985

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**IDB.1/Dec.14. PLEDGING CONFERENCE FOR THE INDUSTRIAL DEVELOPMENT FUND**

The Board noted that a UNIDO pledging conference for the Industrial Development Fund would be convened on 11 December 1985 during the resumed first session of the General Conference and that any pledges announced in November at the United Nations Pledging Conference for Development Activities could be reiterated at the UNIDO pledging conference.

The Board, mindful that the General Conference is convened every second year, recommended to the Conference that it authorize the Secretariat to convene UNIDO pledging conferences at the regular sessions of the Board during those years when the Conference does not meet.

16th plenary meeting
12 November 1985

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a/ These deputy directors-general shall be nationals one each from the African States in list A, the Asian States in list A, and the States in list C, except for the one of these three groupings of States that grouping provides the Director-General at any given time.
IDB.1/Dec.15. ESTABLISHMENT OF A WORKING CAPITAL FUND

The Industrial Development Board decided to defer the question of the establishment of a working capital fund to a resumed part two of the first session of the Board which could be held in December 1985.

19th plenary meeting
15 November 1985

IDB.1/DEC.16. APPOINTMENT OF EXTERNAL AUDITOR

The Industrial Development Board recommended to the General Conference the appointment of the Senior President of the Audit Office of Belgium as the External Auditor for UNIDO for a period of two years beginning on 1 July 1986, under the terms of reference specified in the financial regulations applicable to UNIDO. The travel and subsistence costs related to the work of the external auditor would be borne by the UNIDO regular budget.

19th plenary meeting
15 November 1985

IDB.1/Dec.17. STAFF REGULATIONS

The Industrial Development Board took note of document UNIDO/IDB.1/18 by which the Director-General informed the Board that he intended to submit to the Board at its second session proposed draft staff regulations of UNIDO for its consideration and subsequent recommendation to the General Conference for approval at its second session. The Board also noted that, pending approval of such staff regulations, and in accordance with Article 26.2 of the Constitution, the Staff Regulations of the United Nations as of 31 December 1985, mutatis mutandis, would continue to be applied to the staff of UNIDO.

16th plenary meeting
12 November 1985

IDB.1/Dec.18. UNIDO PARTICIPATION IN THE INTERNATIONAL CIVIL SERVICE COMMISSION

The Industrial Development Board

(a) Decided to accept the Statute of the International Civil Service Commission for UNIDO pursuant to article 1.3 of the Statute;

(b) Requested the Director-General of UNIDO to notify the Secretary-General of the United Nations of that acceptance, for which the effective date would be 1 January 1986.

16th plenary meeting
12 November 1985

IDB.1/Dec.19. UNIDO PARTICIPATION IN THE UNITED NATIONS JOINT STAFF PENSION FUND

(a) The Industrial Development Board recommended to the General Conference to accept the Regulations of the United Nations Joint Staff Pension Fund, and to request the Director-General (i) to apply for membership for UNIDO in the United Nations Joint Staff Pension Fund with effect from 1 January 1986; and (ii) to conclude with the Secretary of the Board of the United Nations Joint Staff Pension Fund the agreement foreseen in article 3 (c) of the Regulations of the Fund, governing the conditions of admission to the Fund.

(b) The Board requested the Director-General (i) to enter into negotiations on behalf of UNIDO with the Secretary of the Board of the United Nations Joint Staff Pension Fund regarding the agreement foreseen in article 3 (c) of the Regulations of the Fund, governing the conditions for admission to the Fund; and (ii) to report on the outcome of those negotiations to the General Conference at the second part of its first session.

(c) The Board also recommended to the General Conference the establishment of a UNIDO Staff Pension Committee along the lines of the proposals submitted by the Secretariat in document UNIDO/IDB.1/10/Add.1. For the two members and two alternate members of the Committee to be elected by the Conference the Board recommended the following candidates:
Members:  
J. Knudsen (Denmark)
A. Malayeri (Iran, Islamic Republic of)

Alternate Members:  
M. N. Oliveros (Argentina)
E. Zador (Hungary)

16th and 18th plenary meetings
12 and 15 November 1985

IDB.1/Dec.20. UNIDO PARTICIPATION IN AN ADMINISTRATIVE TRIBUNAL

The Industrial Development Board recommended to the General Conference the adoption of the following draft decision:

"The General Conference

(a) Requests the Director-General to conclude an agreement with the Director-General of the International Labour Office recognizing the jurisdiction of the Administrative Tribunal of the International Labour Organisation for complaints alleging the non-observance, in substance or in form, of the terms of appointment of officials and of the staff regulations and rules of the staff of UNIDO; and

(b) Requests the Director-General to conclude an agreement with the Secretary-General of the United Nations extending the jurisdiction of the United Nations Administrative Tribunal to UNIDO with respect to applications by UNIDO staff members alleging non-observance of the regulations of the United Nations Joint Staff Pension Fund."

11th plenary meeting
7 November 1985

IDB.1/Dec.21. TRANSFER OF ASSETS FROM THE UNITED NATIONS TO UNIDO

The Industrial Development Board took note of the information provided by the Director-General in document UNIDO/IDB.1/25 and recommended to the General Conference the adoption of the following draft decision:

"The General Conference

(a) Requests the Director-General to take the necessary measures to effect transfer of assets from the United Nations to UNIDO;

(b) Authorizes the Director-General to enter into appropriate arrangements with the Secretary-General of the United Nations and the Administrator of the United Nations Development Programme, in respect of transfer of assets; and

(c) Requests the Director-General to report on this matter to the Industrial Development Board at its second regular session."

7th plenary meeting
4 November 1985

IDB.1/Dec.22. UNIDO PARTICIPATION IN THE JOINT INSPECTION UNIT

The Industrial Development Board decided to accept on behalf of UNIDO the Statute of the Joint Inspection Unit pursuant to article 1 (3) of the Statute and requested the Director-General to notify the Secretary-General of the United Nations of that acceptance, for which the effective date would be 1 January 1986.

7th plenary meeting
4 November 1985
IDB.1/Dec.23. RELATIONSHIP AGREEMENT WITH THE UNITED NATIONS

(a) The Industrial Development Board took note of the interim report submitted by the Committee to Negotiate a Relationship Agreement between the United Nations and UNIDO in document UNIDO/IDB.1/23 and additional information provided during the session and decided that the Bureau of the Board and, if necessary, the Board would meet in December 1985 during the second part of the first session of the General Conference, in the event that the Committee would be in a position to submit a further report at that time.

(b) The Board further decided that the Chairman of the Committee should attend the meetings of the Committee on Negotiations with Intergovernmental Agencies, established by the Economic and Social Council, which would take place in New York on 13, 18 and 19 November 1985.

7th and 11th plenary meetings 4th and 7 November 1985

IDB.1/Dec.24. AGREEMENT BETWEEN UNIDO AND THE UNITED NATIONS DEVELOPMENT PROGRAMME

The Industrial Development Board recommended to the General Conference the adoption of the following draft decision:

"The General Conference

(a) Takes note of the draft agreement between the United Nations Development Programme and UNIDO, prepared by the Secretariat (UNIDO/IDB.1/9, annex II) and of the observations made during the second part of the first session of the Board as well as further observations made by Governments;

(b) Requests the Director-General, on the basis of the draft agreement and the observations referred to above, to commence negotiations with the Administrator of the United Nations Development Programme with a view to establishing a final text as soon as possible;

(c) Authorizes the Director-General to conclude the agreement on behalf of UNIDO."

12th plenary meeting 7 November 1985

IDB.1/Dec.25. STANDARD BASIC CO-OPERATION AGREEMENT BETWEEN GOVERNMENTS AND UNIDO

The Industrial Development Board, noting that more time was needed for Member States to study the draft standard basic co-operation agreement prepared by the Secretariat (UNIDO/IDB.1/13, annex I), decided to defer consideration of the item to a resumed second part of the first session of the Board to be convened in December during the second part of the first session of the General Conference, at which time the Board would endeavour to formulate its recommendations to the Conference.

17th plenary meeting 14 November 1985

IDB.1/Dec.26. GUIDELINES FOR THE RELATIONSHIP OF UNIDO WITH INTERGOVERNMENTAL, NON-GOVERNMENTAL, GOVERNMENTAL AND OTHER ORGANIZATIONS

The Industrial Development Board recommended to the General Conference the adoption of the following draft decision:

"The General Conference, recalling that Article 19 of the Constitution of UNIDO foresees that the Conference shall issue guidelines, according to which the Director-General, with the approval of the Industrial Development Board, may enter into agreements or establish appropriate relations with certain organizations, decides to issue the guidelines annexed to the present decision."

13th plenary meeting 8 November 1985
Annex

GUIDELINES REGARDING RELATIONSHIP AGREEMENTS WITH ORGANIZATIONS OF THE UNITED NATIONS SYSTEM OTHER THAN THE UNITED NATIONS, AND WITH OTHER INTERGOVERNMENTAL AND GOVERNMENTAL ORGANIZATIONS, AND REGARDING APPROPRIATE RELATIONS WITH NON-GOVERNMENTAL AND OTHER ORGANIZATIONS

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A. AGREEMENTS WITH ORGANIZATIONS OF THE UNITED NATIONS SYSTEM OTHER THAN THE UNITED NATIONS, AND WITH OTHER INTERGOVERNMENTAL AND GOVERNMENTAL ORGANIZATIONS

1. Agreements with organizations of the United Nations system other than the United Nations

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B. APPROPRIATE RELATIONS WITH INTERNATIONAL AND NATIONAL NON-GOVERNMENTAL ORGANIZATIONS AND OTHER ORGANIZATIONS THE WORK OF WHICH IS RELATED TO THAT OF UNIDO

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A. AGREEMENTS WITH ORGANIZATIONS OF THE UNITED NATIONS SYSTEM OTHER THAN THE UNITED NATIONS, AND WITH OTHER INTERGOVERNMENTAL AND GOVERNMENTAL ORGANIZATIONS

1. Agreements with organizations of the United Nations system other than the United Nations

   UNIDO shall in implementing its mandate co-operate with the specialized agencies and other organizations of the United Nations system. This co-operation shall be based on agreements concluded separately with each of the agencies and organizations keeping in mind the need to continue the established and mutually satisfactory practice of close collaboration. These agreements shall provide a basis for, inter alia:

   (a) Exchange of information on ongoing and planned activities;

   (b) Co-ordination and co-operation, including joint action, in the planning and implementation of technical assistance programmes, studies, research and other activities;

   (c) Reciprocal representation in meetings of appropriate bodies;

   (d) Minimizing duplication of activities or programmes.

2. Pending the conclusion of new agreements, UNIDO shall continue to abide by the provisions contained in the agreements previously concluded with UNIDO, prior to its conversion.

Procedure for the conclusion of agreements

3. The Director-General shall present the draft texts of agreements with other organizations of the United Nations system to the Industrial Development Board for its approval.

Report by the Director-General

4. The Director-General shall report to the General Conference at each regular session on any agreements with other organizations of the United Nations system entered into by him on behalf of the Organization since the preceding regular session.
2. **Agreements with intergovernmental and governmental organizations not in the United Nations system**

5. **General principles:** Agreements shall be concluded with intergovernmental or governmental organizations with a view to:

   (a) Providing a basis for co-operation between UNIDO and the intergovernmental or governmental organizations;

   (b) Making them eligible, as appropriate, for participation in the deliberations of the Conference and the Board in accordance with the rules of procedure of the two organs.

6. The following **criteria** should be fulfilled by intergovernmental or governmental organizations, with which UNIDO may enter into agreements:

   (a) The intergovernmental or governmental organization shall be actively involved in one or more aspects of the activities of UNIDO;

   (b) It must be willing to make an effective contribution towards the realization of the mandate of UNIDO in conformity with the principles of the Constitution;

   (c) The membership of an intergovernmental organization shall consist of States Members of the United Nations or of a specialized agency or of the International Atomic Energy Agency. In the case of a governmental organization the State in question must be a Member of UNIDO.

7. Intergovernmental or governmental organizations shall be expected to:

   (a) Keep UNIDO informed of such of their development activities as are relevant to the programmes of UNIDO, and of the types of services they provide;

   (b) Act as a channel of communication with their member Governments and to inform their member Governments about those UNIDO programmes and activities relevant to them;

   (c) Assist, where appropriate and when mutually agreed, in the implementation of the programmes of UNIDO, including the preparation of studies and surveys;

   (d) Inform UNIDO of items relating to the programmes of UNIDO on the agenda of their meetings.

**Procedure for the conclusion of agreements**

8. The Director-General shall circulate information on intergovernmental and governmental organizations that have expressed the wish to enter into agreements with UNIDO among the members of the Board. This information shall be provided on the following:

   (a) Name of the organization in English or French as well as in any other existing translation to other languages of the Board;

   (b) Statutes of the organization in English or French as well as in any other existing translation to other languages of the Board;

   (c) Background history;

   (d) Detailed statement of purpose;

   (e) Report on activities, in particular those which would be in support of UNIDO and contribute towards the accomplishment of its tasks;

   (f) Administrative structure;

   (g) Membership;

   (h) Finance;
(i) Relations with other intergovernmental and governmental organizations;

(j) Relations with international non-governmental organizations;

(k) Full address of headquarters and regional offices, if any;

(l) Name of officer who will maintain liaison with UNIDO.

9. Upon approval by the Board, the Director-General shall conclude an appropriate relationship agreement with the organization concerned, taking fully into account the provisions of the present guidelines.

Participation of intergovernmental and governmental organizations in the work of the General Conference and of the Industrial Development Board

10. The modalities and the nature of the participation of intergovernmental and governmental organizations in the work of the Conference and of the Board are governed by the relevant provisions of the Constitution of UNIDO and, in particular, by the rules of procedure of the Conference and of the Board.

Review of UNIDO's relations with intergovernmental and governmental organizations

11. The Director-General shall include in his annual reports to the Board information on relevant activities of intergovernmental and governmental organizations and on the status of relations with them. The Director-General shall report to the Conference at each regular session on any agreements with intergovernmental and governmental organizations entered into by him on behalf of the Organization since the preceding regular session.

B. APPROPRIATE RELATIONS WITH INTERNATIONAL AND NATIONAL NON-GOVERNMENTAL ORGANIZATIONS AND OTHER ORGANIZATIONS THE WORK OF WHICH IS RELATED TO THAT OF UNIDO

12. General principle: Appropriate relations with international and national non-governmental organizations and other organizations the work of which is related to that of UNIDO, in the sense of Article 19.1 (b) of the Constitution, shall be established to provide a basis for co-operation between UNIDO and the organizations in consultative status and other organizations.

13. Consultative status shall be accorded by the Board in accordance with the present guidelines.

14. The following criteria should apply for granting consultative status to international or national non-governmental organizations (requirements contained in these criteria that relate to international status do not apply to non-governmental organizations):

(a) International organizations which have not been established by an intergovernmental agreement and national organizations not established by a Government shall be considered as non-governmental organizations for the purposes of the present guidelines, including organizations which accept members designated by governmental authorities, provided such membership does not interfere with the free expression of views by the organization;

(b) The organization normally shall be an international non-governmental organization of world-wide or regional scope. Consultative status also may be granted to a national non-governmental organization if the activities of the national organization are not covered by an international non-governmental organization already in consultative status with UNIDO and if the national organization has special competence on which UNIDO wishes to draw. In the case of national organizations, the Director-General, pursuant to Article 19.1 (b) of the Constitution of UNIDO, shall first consult with the Governments concerned;
(c) The aims and purposes of the organization must be in conformity with the spirit, purposes and principles of the Constitution of UNIDO;

(d) The organization must be actively concerned with areas falling within the competence of UNIDO and shall have an established record in these areas;

(e) The organization must undertake to support actively the work of UNIDO;

(f) The organization shall be of representative character and of recognized standing, with a policy-making body of international composition, an executive officer and an established headquarters. Its representative shall have the authority to speak for its members who exercise voting rights in relation to the policies or activities of the organization;

(g) Consultative status shall be granted to a larger organization formed by a group of organizations having consultative status with UNIDO only after consultation with these organizations have been held. Consultative status shall not normally be granted to an individual organization which is a member of a larger organization, or a group composed of organizations, which has consultative status.

Application for consultative status

15. Applications shall be addressed to the Director-General at least four months prior to the next scheduled session of the Industrial Development Board in order for them to be considered at that session. In submitting an application an organization seeking consultative status must provide the following information:

(a) The name of the organization in English or French as well as in any other existing translation into other languages of the Board;

(b) Statutes of the organization in English or French as well as in any other existing translation into other languages of the Board, and a list of the objectives of the organization;

(c) A summary history of the organization including the date and place of its establishment;

(d) A description of the structure of its administration;

(e) A detailed statement of its activities, particularly those which relate to the work of UNIDO and which would contribute towards the accomplishment of UNIDO's objectives;

(f) Documentation which would establish that the organization is representative of the field in which it operates;

(g) A statement of its relations with the United Nations, its specialized agencies and other intergovernmental organizations;

(h) A description of its relations with other non-governmental organizations;

(i) A detailed statement of current financial income and expenditures, including the sources of financing of its activities;

(j) The full address of its official headquarters and addresses of its regional offices, if any;

(k) The name of its executive head or his accredited representative who would maintain liaison with the Director-General of UNIDO;

(l) In the case of an international non-governmental organization, documentation which would make clear the international character of its membership;

(m) Composition of its policy-making bodies and a description of the categories of membership;
(n) An organization whose membership includes individuals or official bodies that are designated by governmental authorities must submit a list of such members.

16. At any time the organization may be requested by the Director-General to provide further information on the points referred to in the foregoing paragraph.

Procedure for granting consultative status

17. The Director-General shall circulate information on organizations seeking consultative status among the members of the Board. The Board shall establish appropriate procedures for reviewing applications. The decision of the Board to approve, reject or postpone a decision on the application of a non-governmental organization shall be communicated to the applying organization.

Participation in the work of the General Conference and of the Industrial Development Board

18. The modalities and the nature of the participation of international and national non-governmental organizations in the work of the Conference and of the Board are governed by the relevant provisions of the Constitution of UNIDO and, in particular, by the rules of procedure of the Conference and of the Board.

Report by the Director-General

19. The Director-General shall report to the Conference at each regular session on any consultative relations established since the preceding regular session.

Review of consultative relations

20. (a) The Board shall at least every four years review the list of organizations approved for consultative status;

(b) The Board may in reviewing the list conclude that an organization in consultative status, which has not shown interest and goodwill in co-operating with UNIDO during a period of three years, may be deemed not to have sufficient interest to warrant the continuance of such a relationship.

Suspension and withdrawal of consultative status

21. The Board, upon recommendation of the Director-General, may suspend the consultative status or withdraw such status when an organization no longer lives up to the criteria applied in the establishment of participating relations, or when such action is appropriate in the light of a change in the activities or programmes of UNIDO.

IDB.1/Dec.27. HEADQUARTERS AGREEMENT BETWEEN UNIDO AND THE REPUBLIC OF AUSTRIA

The Industrial Development Board took note of the information provided by the Director-General on progress made in the preparation of a final text of a Headquarters agreement between UNIDO and the Republic of Austria.

7th plenary meeting 4 November 1985

IDB.1/Dec.28. ANNEX IN RESPECT OF UNIDO TO THE CONVENTION ON THE PRIVILEGES AND IMMUNITIES OF THE SPECIALIZED AGENCIES

The Industrial Development Board decided, in view of the provisions of Article 21.2 (a) of the Constitution of UNIDO and of article X of the Convention on the Privileges and Immunities of the Specialized Agencies, to recommend for consideration and recommendation by the Economic and Social Council of the United Nations the text of an annex to the Convention on the Privileges and Immunities of the Specialized Agencies, which is annexed to the present decision.

13th plenary meeting 5 November 1985
Annex

UNITED NATIONS INDUSTRIAL DEVELOPMENT ORGANIZATION

In their application to the United Nations Industrial Development Organization (hereinafter called "the Organization") the standard clauses shall operate subject to the following modifications:

1. (i) Experts (other than officials coming within the scope of Article VI) serving on committees of, or performing missions for, the Organization shall be accorded the following privileges and immunities so far as is necessary for the effective exercise of their functions, including the time on journeys in connection with service on such committees or missions:

(a) Immunity from personal arrest or detention and from seizure of their personal baggage;

(b) In respect of words spoken or written or acts done by them in the performance of their official functions, immunity from legal process of every kind, such immunity to continue notwithstanding that the person concerned is no longer serving on committees of, or employed on mission for, the Organization;

(c) The same facilities in respect of currency and exchange restrictions and in respect of their personal baggage as are accorded to officials of foreign Governments on temporary official missions;

(d) Inviolability for all papers and documents;

(e) For their official communications, the right to use codes and to receive documents and correspondence by courier or in sealed bags.

(ii) In connection with (d) and (e) of 1.(i) above, the principle contained in the last sentence of Section 12 of the Standard Clauses shall be applicable.

(iii) Privileges and immunities are granted to experts of the Organization in the interests of the Organization and not for the personal benefit of the individuals themselves. The Organization shall have the right and duty to waive the immunity of any expert in any case where in its opinion the immunity would impede the course of justice, and it can be waived without prejudice to the interests of the Organization.

2. The privileges, immunities, exemptions and facilities referred to in Section 21 of the standard clauses shall also be accorded to any Deputy Director-General of the Organization.

3. Section 32 of the Standard Clauses shall only apply to differences arising out of the application or interpretation of privileges, immunities, exemptions and facilities which are derived by the Organization from the present Convention and which are not included in those it can claim under its Constitution or otherwise.

UNIDO/GC.1/7

IDB.1/Dec.29 INFORMATION BY MEMBER STATES ON ACTIVITIES RELATED TO THE WORK OF THE ORGANIZATION

The Industrial Development Board, in compliance with Article 9.4(d) of the Constitution, requested Member States to inform the Board on their activities related to the work of the Organization when reviewing the annual report on the activities of the Organization.

17th plenary meeting
14 November 1985

IDB.1/Dec.30 PROVISIONAL AGENDA FOR PART TWO OF THE FIRST SESSION OF THE GENERAL CONFERENCE

In compliance with decision GC.1/Dec.13 of the General Conference, the Board adopted the following provisional agenda for part two of the first session of the Conference:
1. Opening of the resumed first session.
2. Adoption of the agenda.
3. Rules of procedure.
6. Programme of work and financial matters:
   (a) Scale of assessments of Member States;
   (b) Programme of work;
   (c) Regular budget;
   (d) Operational budget;
   (e) Financial regulations;
   (f) Industrial Development Fund;
   (g) Establishment of a working capital fund;
   (h) Appointment of external auditors.
7. Transfer of assets from the United Nations to UNIDO.
8. Personnel matters:
   (a) UNIDO participation in an administrative tribunal;
   (b) UNIDO participation in the United Nations Joint Staff Pension Fund.
9. Relationship agreement with the United Nations.
11. Standard basic co-operation agreement between Governments and UNIDO.
12. Guidelines for the relationship of UNIDO with intergovernmental, non-governmental, governmental and other organizations.
14. Date of the second session.
15. Closure of the first session.

18th plenary meeting
15 November 1983

IDB.1/Dec.31. PROVISIONAL AGENDA AND DATE OF THE SECOND SESSION OF THE BOARD

The Industrial Development Board adopted the following provisional agenda and date for its second session:

A. Provisional Agenda

1. Opening of the second session.
2. Election of the President.
3. Adoption of the agenda.
4. Rules of procedure.
5. Election of officers other than the President.

6. General debate: annual report on the activities of the Organization including inter alia:
   (a) Industrial strategies and policies;
   (b) Development trends in agro-industries and small-scale industries;
   (c) Information by Member States on activities related to the work of the Organization.

7. Report of the Programme and Budget Committee:
   (a) Scale of assessments for apportionment of the regular budget expenses of UNIDO;
   (b) Financial situation of UNIDO;
   (c) Financial regulations;
   (d) Industrial Development Fund;
   (e) Working Capital Fund;

8. Follow-up of the recommendations of the former Industrial Development Board:
   (a) Industrial Development Decade for Africa;
   (b) Restructuring of world industrial production and redeployment;
   (c) System of Consultations;
   (d) Development and transfer of technology, including the Industrial and Technological Information Bank;
   (e) Senior Industrial Development Field Advisers, interregional and regional advisers;
   (f) Progress of industrialization of the least developed countries;
   (g) Progress in the field of industrial co-operation among developing countries;
   (h) Technical assistance to the Namibian people;
   (i) Technical assistance to the Palestinian people;
   (j) Technical assistance to the South African national liberation movements recognized by the Organization of African Unity;
   (k) Integration of women in development.

9. Personnel matters:
   (a) Staff regulations;
   (b) Composition of the Secretariat;
   (c) International Civil Service Commission;
   (d) United Nations Joint Staff Pension Fund.
   (e) Confirmation of appointment of the deputy directors-general.

10. Administrative matters:
    (a) Transfer of assets from the United Nations to UNIDO;
    (b) Joint Inspection Unit.

12. Matters related to intergovernmental, non-governmental, governmental and other organizations.

13. Provisional agenda and date of the third session of the Board.

14. Adoption of the report of the second session.

15. Closure of the second session.

B. Date

The Board decided to hold its second session from 13 to 23 October 1986.

18th Plenary meeting
13 November 1985

IDB.1/Dec.32. SUSPENSION OF PART TWO OF THE FIRST SESSION

The Industrial Development Board decided to resume the second part of its first session on 9 December 1985 at 3 p.m. for the purpose of considering the following agenda items:

Item 3. Consideration of the provisional rules of procedure.

Item 4. Report of the Programme and Budget Committee:

4(b) Programme and budget, 1986-1987;

4(c) Number and geographical distribution of deputy directors-general: approval of the appointment of deputy directors-general;

4(f) Establishment of a working capital fund.

Item 6. Other administrative matters: emblem and seal of UNIDO.

Item 7. Relationship agreement with the United Nations.

Item 9. Standard basic co-operation agreement between Governments and UNIDO.

Item 16. Adoption of the report on the resumed part two of the first session.

Item 17. Closure of the first session.

19th plenary meeting
15 November 1985
Annex II

RESOLUTIONS ADOPTED BY THE BOARD DURING ITS FIRST SESSION (PART TWO)

Contents

IDB.1/Res.1 Access by staff representatives to the Industrial Development Board (UNIDO/IDB.1/SR.16, paras. 1-7) 29

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IDB.1/Res.1 ACCESS BY STAFF REPRESENTATIVES TO THE INDUSTRIAL DEVELOPMENT BOARD

The Industrial Development Board,

Recalling resolution 35/213 adopted by the General Assembly of the United Nations on 17 December 1980,

1. Reaffirms the responsibility and authority of the Director-General as the Chief Administrative Officer of the United Nations Industrial Development Organization under Article 11 of its Constitution;

2. Confirms its readiness to receive and consider fully the views of the staff as set out by a single recognized representative of the Staff of the UNIDO Secretariat in a document submitted through the Director-General, who may submit written comments on the document, under the agenda item entitled "Personnel questions";

3. Decides that, to assist its deliberations, the Industrial Development Board may, if considered desirable, invite a single recognized representative of the Staff of the UNIDO Secretariat to make an oral presentation to the Board to introduce, at the beginning of the Board’s consideration of the relevant agenda item, the document referred to under paragraph 2 above;

4. Notes that if any questions are posed by members of the Board in response to the statement referred to under paragraph 3 above, they could be answered in writing by the representative of the Staff of the UNIDO Secretariat in a single supplementary document submitted through the Director-General.

16th plenary meeting
12 November 1985

Note: Discussions related to the adoption of the above resolution are reflected in the summary records cited in the contents above.
## Annex III

**DOCUMENTS SUBMITTED TO THE BOARD AT ITS FIRST SESSION (PART TWO)**

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