

2. *Appoints* the following persons as alternate members of the United Nations Staff Pension Committee for a three-year term beginning on 1 January 1977:

Mr. Sol Kuttner,
Mr. August Marpaung,
Mr. Rudolf Schmidt.

107th plenary meeting
22 December 1976

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As a result of the above appointments, the members and alternate members elected by the General Assembly to the United Nations Staff Pension Committee, whose terms of office expire on 31 December 1979, will be the following:

Members

Mr. Ernesto GARRIDO (*Philippines*),
Mr. Mario MAJOLI (*Italy*),
Mr. Michael G. OKEYO (*Kenya*).

Alternate members

Mr. Sol KUTTNER (*United States of America*),
Mr. August MARPAUNG (*Indonesia*),
Mr. Rudolf SCHMIDT (*Federal Republic of Germany*).

31/202. Establishment of the United Nations Industrial Development Fund⁹⁶

The General Assembly,

Recalling its resolution 3086 (XXVIII) of 6 December 1973, in which it requested the Secretary-General to prepare a report on the question of the establishment of a United Nations industrial development fund,

Recalling also its resolution 3307 (XXIX) of 14 December 1974, in which it requested the Second General Conference of the United Nations Industrial Development Organization to consider the establishment of an industrial development fund to be financed on the basis of voluntary contributions, including the basic guidelines for its functioning,

Taking into consideration the provisions on the United Nations industrial development fund contained in paragraphs 72 and 73 of section V entitled "Institutional arrangements" of the Lima Declaration and Plan of Action on Industrial Development and Co-operation,⁹⁷ which were endorsed by the General Assembly at its seventh special session in resolution 3362 (S-VII) of 16 September 1975,

Recalling further its resolution 3402 (XXX) of 28 November 1975, in which it requested the Industrial Development Board to report on the matter to the General Assembly at its thirty-first session,

Decides to establish a United Nations Industrial Development Fund, to be managed by the United Nations Industrial Development Organization in accordance with the provisions set forth in the annex to the present resolution.

107th plenary meeting
22 December 1976

ANNEX

Provisions concerning the management of the United Nations Industrial Development Fund

I. PURPOSE

The purpose of the United Nations Industrial Development Fund (hereinafter referred to as the Fund) is to increase the resources of the United Nations Industrial Development Organization and enhance its ability to meet, promptly and flexibly, the needs of the developing countries. It shall supplement the assistance provided by means of the resources of the United Nations and the United Nations Development Programme directed towards the achievement of accelerated and self-sustained growth of the developing countries in the industrial field.

II. GUIDING PRINCIPLES AND FUNCTIONS

1. The Fund shall be used in conformity with the purposes and principles of the Charter of the United Nations, and with General Assembly resolution 2152 (XXI) of 17 November 1966 establishing the United Nations Industrial Development Organization.

2. The Lima Declaration and Plan of Action on Industrial Development and Co-operation shall serve as the fundamental guidelines for the preparation of programmes financed by the Fund. In particular, the Fund should enable the United Nations Industrial Development Organization:

(a) To participate in the implementation of the Declaration and the Programme of Action on the Establishment of a New International Economic Order, adopted by the General Assembly at its sixth special session,⁹⁸ in so far as they relate to industrial development;

(b) To implement relevant provisions of General Assembly resolution 3362 (S-VII) of 16 September 1975, adopted at the seventh special session;

(c) To implement the recommendations of the *Ad Hoc* Committee on a Long-Range Strategy for the United Nations Industrial Development Organization;

(d) To implement field projects, particularly those of a non-traditional nature;

(e) To intensify its activities in the development and transfer of technology;

(f) To intensify its programmes aimed at establishing and/or increasing co-operation among developing countries and between developing and developed countries;

(g) To strengthen its promotional activities;

(h) To strengthen its industrial information systems;

(i) To take concerted action and special measures to assist the least developed countries.

III. ROLE OF THE INDUSTRIAL DEVELOPMENT BOARD AND THE EXECUTIVE DIRECTOR OF THE UNITED NATIONS INDUSTRIAL DEVELOPMENT ORGANIZATION

1. The Industrial Development Board (hereinafter referred to as the Board) shall establish the terms of reference for the functioning and administration of the Fund and shall provide general policy guidance with a view to ensuring that the resources of the Fund are employed with maximum efficiency and effectiveness in pursuance of the purposes of the Fund.⁹⁹

2. The Executive Director of the United Nations Industrial Development Organization shall, taking into account the need for appropriate co-ordination with the United Nations Development Programme, prepare and submit annually to the Board the programme of the Fund, with details of the projects and other activities to be undertaken. At the same time, he shall submit a plan incorporating estimates of resources and expenses for the following two years, including provision for

⁹⁶ See also sect. X.B.6 below, decision 31/426.

⁹⁷ See A/10112, chap. IV.

⁹⁸ Resolutions 3201 (S-VI) and 3202 (S-VI).

⁹⁹ See resolution 31/203, annex.

programme support costs and administrative costs of the Fund and for transfers to and from reserves.

3. The Board shall approve the programme of the Fund and shall exercise effective control over its constituent activities, apportioning the resources available, taking into account the estimates of the Executive Director, for such activities. The Board shall authorize the necessary allocation of funds to cover the following main categories:

- (a) Expenditure on programme activities;
- (b) Contingency margin for expenditure on projects to meet emergency needs;
- (c) Allocations, if any, to other units of the United Nations, the specialized agencies and the International Atomic Energy Agency.

4. The Board shall approve projects within the resources as apportioned for programme activities of the Fund and shall allocate funds for such projects accordingly. The Board may delegate this authority to the Executive Director, within limits and in such categories as it may establish.

IV. FINANCIAL ARRANGEMENTS

1. The Fund shall be financed by voluntary contributions, which may be accepted from Governments, intergovernmental and non-governmental organizations and other non-governmental sources, in currencies chosen by contributors, for purposes consistent with those of the Fund. The available resources placed under the authority of the United Nations Industrial Development Organization from voluntary contributions will be integrated and become part of the Fund. Voluntary contributions by Governments may be made, at their option:

- (a) By pledges on an annual basis or for a number of years;
- (b) In accordance with regulations 7.2 and 7.3 of the Financial Regulations of the United Nations;
- (c) By both of these methods.

Other contributions may be accepted in accordance with regulations 7.2 and 7.3 of the Financial Regulations of the United Nations.

2. The voluntary contributions shall be governed by the Financial Regulations of the United Nations except for such modification as may be approved by the General Assembly on the recommendation of the Board.

3. The Fund shall be administered in accordance with the Financial Rules of the United Nations Industrial Development Fund.

31/203. General procedures governing the operations of the United Nations Industrial Development Fund

The General Assembly

Adopts the general procedures governing the operations of the United Nations Industrial Development Fund set forth in the annex to the present resolution.

*107th plenary meeting
22 December 1976*

ANNEX

General procedures governing the operations of the United Nations Industrial Development Fund

I. INTRODUCTION

The United Nations Industrial Development Fund was established by the General Assembly under resolution 31/202 of 22 December 1976. The present general procedures are formulated in pursuance of section III, paragraph 1, of the annex to that resolution, which provides that the Industrial Development Board shall formulate such general policy guidance as is necessary to govern the operations of the Fund.

Article 1

DEFINITIONS

For the purposes of these general procedures, the following definitions shall apply:

- (a) "Fund" means the United Nations Industrial Development Fund;
- (b) "Board" means the Industrial Development Board of the United Nations Industrial Development Organization;
- (c) "Government" means the Government of a State which is a Member State of the United Nations or member of a specialized agency of the United Nations or of the International Atomic Energy Agency which participates in the Fund as a donor or a recipient or both;
- (d) "The Secretary-General" means the Secretary-General of the United Nations or a member of the staff to whom he has delegated his authority or responsibility;
- (e) "The Executive Director" means the Executive Director of the United Nations Industrial Development Organization or a member of the staff to whom he has delegated his authority or responsibility;
- (f) "The Controller" means the Controller of the United Nations or his authorized delegate;
- (g) "Contribution" means any voluntary contribution to the Fund irrespective of source;
- (h) "Donor" means any Government or other organization or individual who makes a contribution to the Fund;
- (i) "Project document" means the formal document describing the purpose and plan of activities and the financial provisions of a Fund project on the basis of which that project is approved;
- (j) "Financial resources" means funds available to the Fund from all sources, including but not limited to contributions, except counterpart contributions from recipient Governments;
- (k) "Counterpart contributions" means the amounts contributed to projects by recipient Governments for the cost of specific services and facilities as set out in project documents;
- (l) "Financial Rules" means the Financial Rules of the United Nations Industrial Development Fund;
- (m) "Allocation" means the authority from the Executive Director to incur commitments and make expenditures under those Rules for purposes specified in the allocation;
- (n) "Commitment" means the legal obligation to make a future expenditure from the resources of the Fund;
- (o) "Expenditure" means the disbursement of funds of the Fund by the Executive Director directly in full or partial liquidation of a commitment.

II. RESOURCES OF THE FUND

Article 2

FINANCIAL RESOURCES

The financial resources of the Fund shall be derived from voluntary contributions and other sources as defined in the Financial Rules.

Article 3

PLEDGES

- 1. Governments may pledge contributions to the Fund at any time.
- 2. Contributions may be pledged either on an annual basis or for a number of years. Whenever possible, Governments are urged to pledge their contributions for a number of years. While Governments may pledge contributions to the Fund at any time, they are urged to do so on the occasion of the pledging conference.