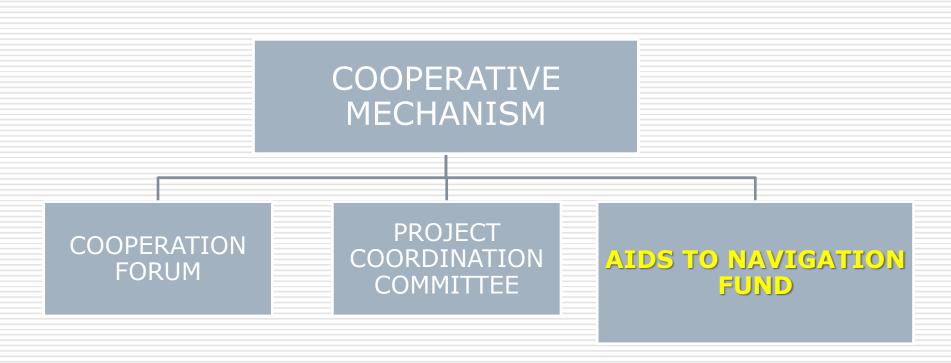
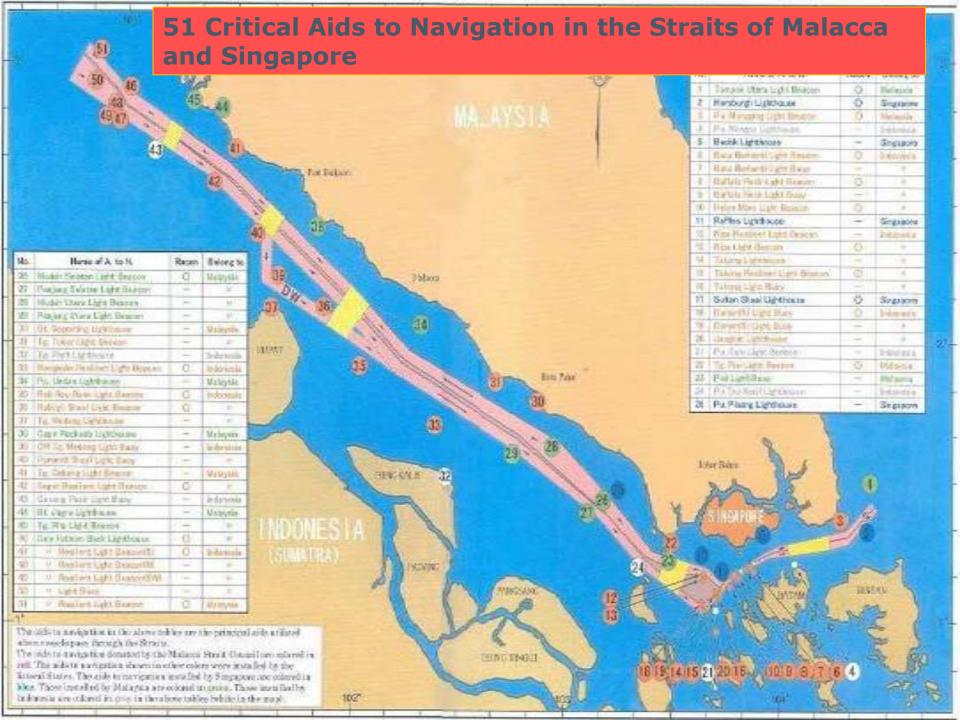
AIDS TO NAVIGATION FUND UPDATE

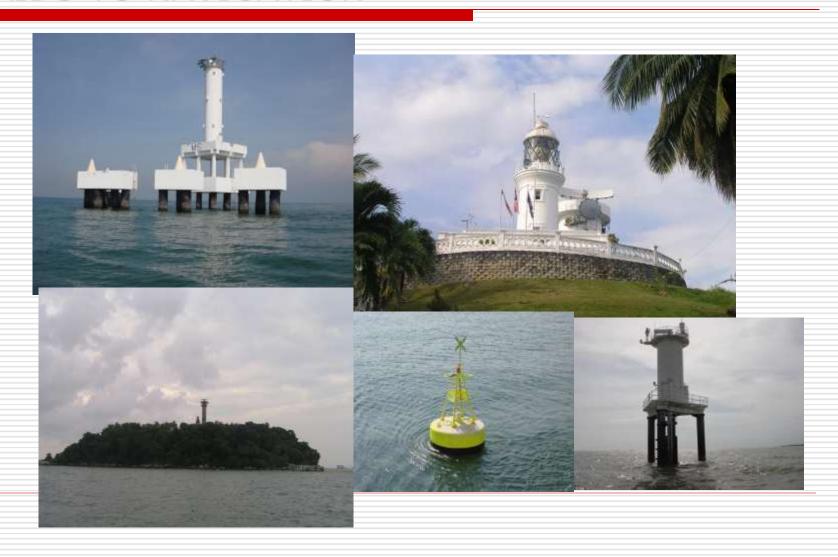
5TH COOPERATION FORUM 24 – 25 SEPTEMBER 2012, SINGAPORE

COMPONENTS OF THE COOPERATIVE MECHANISM





AIDS TO NAVIGATION



ADMINISTRATION OF THE FUND

- Malaysia is the first host of the Aids to Navigation Fund (FUND) for a period of 3 years from 1 January 2008 to 31 December 2010;
- Malaysia's tenure as host and Chairman extended for a period of 2 years until year 2012. The extension was a "oneoff" exception and without amending the Rules of Procedure of the Fund.
- ☐ Singapore will host the FUND and Chair the ANF Committee meeting from 2013 to 2015.

FUND COMMITTEE



<u>Littoral States :-</u> Indonesia, Malaysia, Singapore



Committee Members:-

People's Republic of China, India, Japan, Republic of Korea, Saudi Arabia, United Arab Emirates, International Foundation of Aids to Navigation (IFAN), International Maritime Organization (IMO), Malacca Strait Council (MSC) and the Nippon Foundation



Observers :-

Germany and European Commission (EC)

FUND COMMITTEE

- Functions and responsibilities, amongst other :-
 - Managing the FUND in accordance with international financial procedures and best practices, efficient and transparent manner;
 - Approving annual work plan, annual administrative & operational budget;
 - Approving the audited annual statements of account;
 - Report to TTEG Meeting.

FUND MEETINGS

2008

- 1st ANF Meeting, 16 to 17 April 2008, Penang;
- 2nd ANF Meeting, 30 to 31 October 2008, Kuching, Sarawak;

2009

- 3rd ANF Meeting, 13 to 14 April 2009, Malacca;
- 4th ANF Meeting, 19 to 20 October 2009, Johor;

2010

• 5th ANF Meeting, 11 to 12 October 2012, Langkawi;

FUND MEETINGS

2011

- 6th ANF Meeting, 22 to 23 March 2011, Kuala Lumpur;
- 7th ANF Meeting, 17 October 2011, Malacca;

2012

- 8th ANF Meeting, 10 April 2012, Putrajaya;
- 9th ANF Meeting will be convened from 13 14 December 2012 at Johor Bahru;

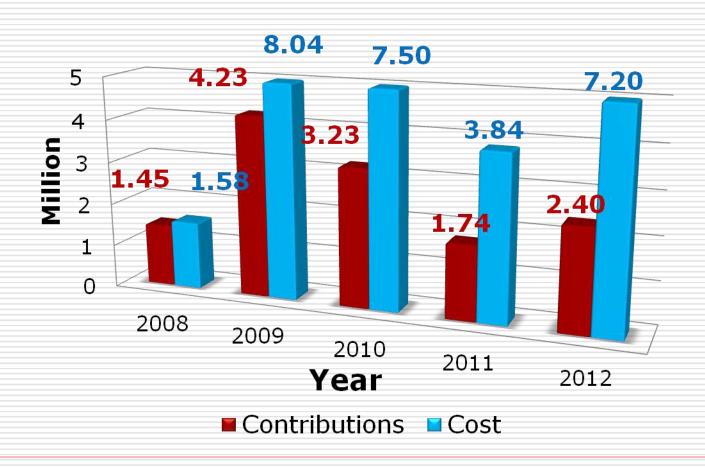
2013 - 2015

Singapore

FUND ACTIVITIES

- Replacement and maintenance of 51 aids to navigation in the Straits of Malacca and Singapore based on the 10 years Plan Maintenance Program (PMP);
- Annual Work plan to be endorsed by the Committee;
- Fund activities governed in accordance with the laws of the States administering the Fund, i.e financial audit by the appointed external auditor and the work performance audit by MSC;
- □ Not prejudice the rights, jurisdiction or obligations of States under international law, in particular, UNCLOS, 1982.

CONTRIBUTIONS VERSUS ESTIMATED COST OF ANNUAL WORK PROGRAM



CONTRIBUTORS



Republic of Korea [US\$ 0.35 M]

2009 - US\$ 85,531.70; 2010 - US\$ 88,234.79; 2011 - US\$ 91,554.14; 2012 - US\$ 87,870.33;





<u>Saudi Arabia</u> 2010 - US\$ 100,000;

United Arab Emirates [US\$ 0.5 M]

2008 - US\$ 100,000.00; 2009 - US\$ 100,000.00; 2010 - US\$ 100,000.00; 2011 - US\$ 100,000.00; 2012 - US\$ 100,000.00;

CONTRIBUTORS

IMO [US\$ 0.2 M]

2009 - US\$ 0.05 M;

2010 - US\$ 0.05 M;

2011 - US\$ 0.05 M;

2012 - US\$ 0.05 M;

Nippon **Foundation**

IMO

IFAN

IFAN [US\$ 3.0 M]

2009 - US\$ 1 M;

2010 - US\$ 1 M;

2012 - US\$ 1 M;



MSC

MSC [US\$ 2.0 M]

NF [US\$ 6.9 M] 2008 - US\$ 1.35 M; 2009 - US\$ 2.50 M;

2010 - US\$ 1.39 M; 2011 - US\$ 1.00 M;

2012 - US\$ 0.66 M;

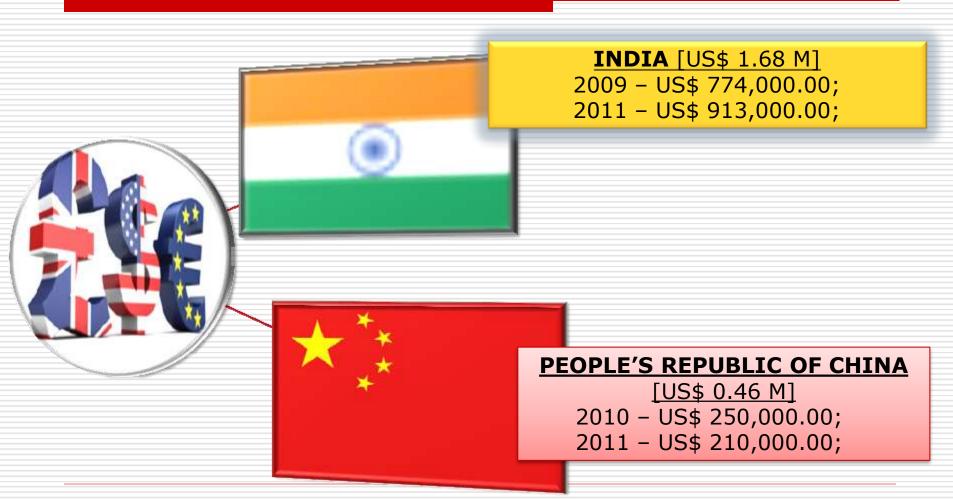
2009 - US\$ 0.5 M;

2010 - US\$ 0.5 M;

2011 - US\$ 0.5 M;

2012 - US\$ 0.5 M;

OTHER CONTRIBUTORS (PROJECT 4)



MERITS

- □ Voluntary basis;
- The ANF Committee oversees/approves Fund work plan, budget, management, administration and disbursement;
- Administration of ANF is transparent and for accountability;
 - Work Performance Audit Third Party Technical Experts
 - Financial Audit Independent Auditor
- Further information of the ANF can be found in the Cooperative Mechanism web site, www.cooperativemechanism.org.my;

COOPERATIVE MECHANISM WEB SITE

- Primary objective to further reach out to user States, shipping industry and other stakeholders;
- Website scope on the safety of navigation and environmental protection in the Straits;
- "Public domain";

CONCLUSION

- The Cooperative Mechanism allows for broad ranging avenues of cooperation and burden sharing on basis of voluntary participation
- Within the ambit of international law (UNCLOS)
- Structure is flexible and malleable without excluding any other form of cooperation
- ☐ Clear focus safety of navigation and protection of the environment

THANK YOU!