The Security Council,

Recalling its previous relevant resolutions, including its resolutions 661 (1990) of 6 August 1990, 670 (1990) of 25 September 1990, 687 (1991) of 3 August 1991, 986 (1995) of 14 April 1995, 1051 (1996) of 27 March 1996, 1284 (1999) of 17 December 1999 and 1330 (2000) of 5 December 2000,

Convinced of the need as a temporary measure to continue to provide for the humanitarian needs of the Iraqi people until the fulfilment by the Government of Iraq of the relevant resolutions, including notably resolution 687 (1991),

Convinced also of the need for equitable distribution of humanitarian supplies to all segments of the Iraqi population throughout the country,

Recognising the importance of the presence in Iraq of a sufficient number of observers to provide the required assurance to the Council that items listed in the Annex to this resolution, where approved for export to Iraq, are utilised for the purposes for which they have been approved,

Stressing the need for all States to implement effectively all previous relevant resolutions, as modified by this resolution, including and in particular paragraph 4 of resolution 661 (1990),

Reaffirming the commitment of all Member States to the sovereignty and territorial integrity of Iraq,

Acting under Chapter VII of the Charter of the United Nations.

- Decides that the provisions of resolution 986 (1995), except those contained in paragraphs 4, 11 and 12, and subject to paragraph 15 of resolution 1284 (1999) and the following provisions of this resolution, shall remain in force for a new period of 180 days beginning at 00.01 hours, Eastern Daylight Time, on 4 June 2001;
- 2. Authorises States to permit, notwithstanding the provisions of paragraph 3(c) of resolution 661 (1990) and consistent with the other provisions of this resolution, the sale or supply to Iraq of any commodities and products, other than commodities and products referred to in paragraph 24 of resolution 687 (1991), in accordance with the procedures of the Committee established by resolution 661 (1990) and subject to the following conditions:
 - (a) all proposals for the sale or supply of commodities and products to Iraq shall be notified to the Secretary-General, who shall approve them provided that the United Nations Monitoring, Verification and Inspection Committee (UNMOVIC), in consultation with the International Atomic Energy Agency (IAEA) as appropriate, determines that they contain no items prohibited by paragraph 24 of resolution 687 (1991) nor items included on the list set out in the Annex to this resolution;

- (b) any proposed sale or supply to Iraq which UNMOVIC, in consultation with IAEA as appropriate, determines includes any item on the list set out in the Annex to this resolution requires the approval by the Committee established by resolution 661 (1990), such proposals to be forwarded by the Secretary-General to the Committee;
- (c) UNMOVIC shall be authorised to take the actions necessary to ensure the effective and efficient implementation of this paragraph;
- 3. Decides that the funds in the escrow account established pursuant to paragraph 7 of resolution 986 (1995) may be used to finance the sale or supply to Iraq of those commodities and products that are authorised for sale or supply to Iraq under paragraph 2 of this resolution, provided that the conditions of paragraphs 8(a)(i) and 8(a)(ii) of resolution 986 (1995) are met, whether or not a plan under paragraph 8(a)(ii) of resolution 986 (1995) has been submitted;
- 4. Requests the Secretary-General to recommend for approval by the Committee established by resolution 661 (1990) specific arrangements for those States which share land borders with Iraq permitting their importation of petroleum and petroleum products from Iraq and export of products and commodities to Iraq that recognise the special circumstances of these States based on their geographic contiguity to Iraq. Such arrangements may, notwithstanding the provisions of paragraphs 3 and 4 of resolution 661 (1990) and the provisions of paragraph 1 of resolution 986 (1995), and without prejudice to the provisions of paragraphs 2 and 6 of resolution 986 (1995), permit the import from Iraq of petroleum and petroleum products, subject to the following conditions:
 - (a) petroleum and petroleum products imported by any means shall transit through border crossings authorised by the Committee established by resolution 661 (1990) upon the recommendation of the Secretary-General and subject to monitoring by United Nations personnel;
 - (b) prices for the import of petroleum and petroleum products imported from Iraq under this paragraph may be established by the importing State and Iraq on condition that they are reported on a regular basis to the Secretary-General for transmission to Office of the Iraq Programme and the Committee established by resolution 661 (1990);
 - (c) payment to Iraq may be either in the form of export of commodities and products, other than items referred to in paragraph 24 of resolution 687 (1990), from the importing State to Iraq or through the deposit of proceeds due to Iraq in national escrow accounts to be established by the Secretary-General in consultation with the importing States, subject to the inspection and oversight of the Secretary-General, and which shall enjoy the privileges and immunities of the United Nations:

- (d) the proceeds in the national escrow accounts may be used by Iraq only to purchase commodities and products, other than those referred to in paragraph 24 of the resolution 687 (1991), from the State maintaining the escrow account;
- (e) any export of commodities and products to Iraq under this paragraph shall be subject to the procedures of notification and approval set forth in paragraph 2 of this resolution;
- (f) the volume of petroleum and petroleum products imported from Iraq shall not exceed 150,000 barrels a day for each neighbouring State;
- (g) the States concerned confirm their commitment to implement all relevant resolutions on Iraq, including this resolution, and establish transparent arrangements for this purpose;
- 5. Invites the Secretary-General to draw up, within one month of the adoption of this resolution, for the approval of the Committee established by resolution 661 (1990), criteria for the selection of companies and trading organisations to be authorised to handle the sale or supply of Iraqi petroleum and petroleum products to States other than those covered by the arrangements set out in paragraph 4 above, and decides that, subsequent to that Committee's approval of such criteria, the sale or supply of Iraqi petroleum and petroleum products to these States shall take place only through authorised oil companies and trading organisations, and consistent with paragraph 1(b) of resolution 986 (1995);
- 6. Decides that the arrangements set out in paragraph 2 of resolution 1330 (2000) regarding the use of funds from the escrow account established pursuant to paragraph 7 of resolution 986 (1995) for the purposes of paragraph 8(b) of the latter resolution shall remain in force and shall be implemented in accordance with paragraph 2 above;
- 7. Decides also that the funds in the escrow account established pursuant to paragraph 8 (a) of resolution 986 (1995) may be used for the payment of the arrears in Iraq's contribution to the budget of the United Nations and for the payment, on a continuing basis, of Iraq's assessed contribution to the regular budget of the United Nations;
- 8. Decides further that all States may permit any non-fraqi civil aircraft destined to land in or take off from fraq, including an aircraft carrying passengers, to take off from, everfly, or land in its territory, provided that the aircraft lands at or originates from one of the airfields outside fraq designated by the Committee established by resolution 661 (1990), and remains there for as long as necessary in order to permit its inspection by national authorities in the presence of United Nations observers to prevent the carriage of unauthorised cargo, and that notification of the flight to the Secretariat is given five days

in advance to facilitate such inspections;

- Decides to terminate paragraphs 3, 4 and 6 of resolution 670 (1990);
- 10. Decides also that the funds in the escrow account established pursuant to paragraph 8 (d) of resolution 986 (1995) may be used by the Secretary-General to facilitate the inspection of such flights at the inspection points designated by the Committee established by resolution 661 (1990) for flights to Iraq;
- 11. Requests the Committee established by resolution 661 (1990):
 - (a) Pursuant to paragraph 5 above, to consider, approve and review as appropriate criteria drawn up by the Secretary-General for the selection of authorised companies and trading organisations;
 - (b) Pursuant to paragraph 8 above, to maintain a list of inspection points for flights destined for Iraq and the procedures for such inspection;
- 12. Decides that Iraqi civil aircraft currently held outside the territory of Iraq may be sold by the States in which they are located, subject to approval by the Committee established by resolution 661 (1990) and to any net proceeds from the sale being deposited into the escrow account established pursuant to paragraph 7 of resolution 986 (1995);
- 13. Requests the Secretary-General to review and revise the procedures for land-based monitoring of the export of commodities and products to Iraq by land and sea to improve their effectiveness, confirms that for the purpose of enhancing border monitoring, particularly by those States which share land borders with Iraq, the Secretary-General may provide assistance to States drawing from the escrow account established by paragraph 8 (d) of resolution 986 (1995), and requests the Secretary-General to receive and review applications from States for new authorised border crossings with Iraq and to make recommendations for approval by the Committee established by resolution 661 (1990);
- 14. Stresses the obligation of Iraq to cooperate with the implementation of this resolution and other applicable resolutions, and the need to continue to ensure respect for the security and safety of all persons directly involved in the implementation of this resolution and other applicable resolutions in Iraq;
- 15. Appeals to all States to continue to cooperate in the timely submission of technically complete applications and the expeditious issuance of export licences, and to take all other appropriate measures within their competence in order to ensure that urgently needed humanitarian supplies reach the Iraqi population as rapidly as possible;
- 16. Requests the Secretary-General to provide a comprehensive report to the Council on the implementation of this resolution at least one week prior to the end of the 180-day

period, on the basis of observations of the United Nations personnel in Iraq to carry out the purposes of paragraph 3 of resolution 1330 (2000), and of consultation with the members of the Committee established by resolution 661 (1990) and with the Government of Iraq;

17. Decides to remain seized of the matter.