

June 3-5 for completing second draft studies by AGBM5 (December 1996) with final versions by AGBM6 (March 1997). It was noted that this timing has already slipped, and that first drafts will be distributed in early October, although AGBM5 and 6 will remain the deadlines for second and final drafts. The budget distributed in Paris will be revised to take account of recent grants that have been received from Germany and Japan. Additional funds will be needed to carry out the Tranche II studies. A revised budget and request for funding will be distributed by the chair of the Group as soon as possible.

The complete list of Tranche I and Tranche II studies is as follows:

	Tranche I (completed/nearing completion)	Tranche II (by AGBM6)
Sustainable transport	CO2 emissions from road vehicles	Sustainable transport: - local transport initiatives - alternative fuels and vehicles - infrastructure issues
Energy Market reform	Market barriers/market access Full cost pricing	Electricity sector: - market reform/market access - VAs with electric utilities (end use and generation) - reforming electricity subsidies - penetration of renewables including R&D
Economic /fiscal instruments	Reforming coal and electricity subsidies Taxation (i.e. carbon/energy)	Special issues in taxation (carbon/energy): - competitiveness - bunker Fuels Trading: - emissions Trading - financing energy efficiency in EIT countries
Demand-side efficiency	VA with industry Energy efficiency standards for traded products	
Sustainable agriculture/ forestry	Development of options for best practices for GHG reduction	
Other	Financing energy efficiency in countries with economies in transition	