

27 February 2019

**Letter of Intent to contribute to the Co-financing of the Project  
"Implementation of the Lao PDR Emission Reductions Program through  
improved governance and sustainable forest landscape management"**

To whom it may concern,

We are pleased to inform you that the International Fund for Agricultural Development (IFAD) will endeavor to provide co-financing for the Global Climate Fund (GCF) funded Project "Implementation of the Lao PDR Emission Reductions Program through improved Governance and Sustainable Forest Landscape Management", as described in the Funding Proposal submitted by the Deutsche Gesellschaft für Internationale Zusammenarbeit (GIZ) GmbH to GCF.

The planned amount of the co-financing will be up to US\$ 13.5 million equivalent (US dollar thirteen million five hundred thousand) in the form of a loan through the project "Partnerships for Irrigation and Commercialisation of Smallholders Agriculture" (PICSA) in Laos for the period from 2020 to 2025.

Kindly note that this letter does not constitute a legally binding commitment of any kind, as the final funding decision is subject to IFAD's legal, budgetary and policy considerations, including the approval of the project and financing by IFAD's Executive Board, as well as the project approval by the GCF Board.

Sincerely,



Nigel Brett  
Director  
Asia and the Pacific Region  
Programme Management Department