

Annex 13: Co-financing Letters

- (1) Royal Irrigation Department
- (2) Bank of Ayudhya (Krungsri)
- (3) Bank for Agriculture and Agricultural Cooperatives (BAAC)

Annexure 1 – Original co-financing letter from Royal Irrigation Department



No. *0327/8872*

Royal Irrigation Department
Samsen Road, Dusit
Bangkok 10300
Tel. 66-2667-0981
Fax. 66-2241-4421

 October B.E. 2561 (2018)

Dear Ms. Deirdre Boyd,

Subject : GCF Grant and Co-financing for GCF project

With reference to the Royal irrigation Department (RID)'s letter on co-financing of the "Enhancing climate resilience in Thailand through effective water management and sustainable agriculture" project proposal dated 23 January 2018 and the UNDP's letter regarding the decrease in the total grant amount and the infrastructure intervention of the subject proposal dated 5 March 2018 (See attachments).

The RID has acknowledged the suggested amount in the financial proposal to the GCF. According to the revised proposal, the financial support from GCF will be reduced from USD 39 million to USD 15 million. Accordingly, the co-financing budget from the RID will be USD 16.26 million during the 5-year implementation period. In addition, RID has allocated USD 17.26 million for the operations and maintenance cost beyond the GCF-funded project period.

We look forward to receiving UNDP Thailand's support in accessing GCF funding for this project which will work to enhance Thailand's capacity to efficiently manage water resources in response to climate change impacts.

The RID would like to reaffirm our support and cooperation in developing and taking this project forward.

Yours sincerely,



(Mr. Thongplew Kongjun)
Director General

Ms. Deirdre Boyd,
UNDP Resident Representative
United Nations Development Programme
12 th Floor, United Nations Building
Rajdamnern Nok Avenue, Bangkok 10200, Thailand



April 17, 2019

No. CSR 52/2019
Subject: Krungsri contribution to Thailand GCF Project
To: Mr. Renaud Meyer
Resident Representative, UNDP Thailand

With reference to the Thailand GCF Project proposal (Enhancing climate resilience in Thailand through effective water management and sustainable agriculture) ("Project") submitted by UNDP Thailand dated January 8, 2019 (see the attachments herewith), considering its goals and objectives, Krungsri deems that the proposed Project will create positive impacts for the community earmarked, as well as socio-economic improvement in the region as a whole.

Additionally, as the key activities initiated by the Project are also in line with Krungsri's core sustainability mandates, Krungsri therefore would like to collaborate with the UNDP with in-kind contributions to the Project. Subject to the Project detail finalization, Krungsri's contributions could include the conduct of "Financial Literacy" training for farmers. We also plan to contribute at the working level in sharing our expertise.

Subject to the detail finalization and budget approval, as well as, non-binding nature, our in-kind support for the period up to 5 years could be offered with the estimated value of THB 3,758,150 (Three Million Seven Hundred Fifty-Eight Thousand One Hundred and Fifty Baht) (see the attachments herewith).

We look forward to positively contributing to the Project for the socio-economic development of the people and community in these areas.

Yours sincerely,

P. Wongthawatchai

(Mr. Poonsit Wongthawatchai)

Executive Vice President, Head of Division
Environmental, Social and Governance Division



ธนาคารเพื่อการเกษตรและสหกรณ์การเกษตร
BANK FOR AGRICULTURE AND AGRICULTURAL COOPERATIVES
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2346 Phaholyothin Rd., Senanikorn, Chatuchak, Bangkok 10900 www.baac.or.th

เพื่อกิจการเกษตร

Bank for Agriculture and Agricultural
Cooperatives 2346 Phaholyothin road,
Chatujak, Bangkok, 10900

21 April, 2020

Dear Mr. Renaud Meyer

Subject: Green Climate Fund (GCF) Grant and Co-financing for GCF project

Reference is made for Thailand's Proposal on "*Enhancing Climate Resilience in Thailand through Effective Water Management and Sustainable Agriculture*" that has been submitted to the GCF. the BAAC is pleased to support the implementation of the upcoming project. At present, BAAC has announced the policy to motivate the farmers in rural area to transform a traditional farming toward a smart farming for producing agricultural products which are environmentally friendly and sustainable. Similarly, the proposed GCF-UNDP project activities in the 3 provinces (Phisanulok, Sukhothai, Utharadit) aim to provide integrated assistance on climate resilience and sustainable agriculture to poor/elderly farmers with a focus on climate information and ecosystem-based adaptation.

Given the shared vision and purpose, BAAC will support the project via our financial products with the financial incentive for farmers to practice the climate resilience, sustainable and smart agriculture. These products will be piloted in the GCF-UNDP project sites with an aim to expand nationally. The eligible borrowers are individual, cooperative, social enterprise, SMEs, including the start-up of these groups. This credit line will encourage young generation to return their hometown to practice sustainable agriculture, encourage poor/elderly farmers to adopt climate resilience and smart agriculture and grow green startups and businesses.

BAAC pledges to give a credit line of 16 million USD for supporting this upcoming project. UNDP and BAAC will work together to reduce volatility of agriculture livelihoods in flooding and drought prone areas across the country. It aims to make a paradigm shift to increased climate resilient sustainable development of Thailand.

The BAAC would like to reaffirm our support and cooperation in implementing this project and scale up to nationwide. Nevertheless, the conditions to help finance on this project will be viewed and agreed prior to the implementation.

Yours sincerely,



(Mr. Apirom Sukprasert)
President

Mr. Renaud Meyer
UNDP Resident Representative
United Nations Development Programme
12th Floor, United Nations Building
Rajdamnuen Nok Avenue, Bangkok, 10200, Thailand

Annexure 1 – Original co-financing letter from RID (replaced by a new one above)

No. 0327/602



Royal Irrigation Department
Samsen Road, Dusit
Bangkok 10300

11 January B.E. 2561 (2018)

Dear Ms. Deirdre Boyd,

Re: A letter of committee for co-financing for GCF project

The Royal Irrigation Department (RID) is very pleased to be the implementing partner of the project *"Enhancing climate resilience in Thailand through effective water management and sustainable agriculture"* with funding from the GCF Secretariat.

RID is the government agency responsible for national water allocation and water-related disaster prevention addressing climate resilience and sustainable development. The proposed project is aligned with the National Water Resources Strategic Plan (2017 – 2036), based on the King Rama IX's initiatives and the Philosophy of Sufficiency Economy, to ensure the continuity of country's development.

As an implementing agency, RID would like to commit a co-financing equivalent to USD 63 million, including Operation and Maintenance for the 20 years of project life. The contribution will be in the form of government budget, staff, equipment, utility and time spend on the construction, training, and operation and maintenance of climate data center; irrigation and ecosystem-based built infrastructure; and capacity building for relevant stakeholders.

We look forward to the positive outcome and support from GCF in order to enhance our capability to efficiently manage water resources in response to climate change impacts.

RID would like to assure our support and cooperation in developing and taking this project forward.

Yours sincerely,



(Mr. Thongplew Kongjun)
Director General

Ms. Deirdre Boyd
Resident Representative,
United Nations Development Programme

Bureau of Project Management
Tel./Fax. 662 243 6915