



19 February 2019

The Green Climate Fund
G Tower, 24-4 Songdo-Dong Yeonsu-gu
Incheon City
Republic of Korea

**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 Asian Development Bank (ADB) intends to provide co-financing for the Green Climate Fund (GCF) 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.

The ADB co-financing will be provided through the "Sustainable Rural Infrastructure Watershed Management Sector Project" (SRIWSM) in Laos for the period from 2019 to 2027 and will be in the form of: (i) a concessional loan of \$30 million; (ii) a grant of \$5 million from ADB's Disaster Risk Reduction Fund; and (iii) a grant equivalent to \$4.4 million from the European Union (to be fully administered by ADB).

Kindly note that this letter does not constitute a legally binding commitment. The final funding decision is subject to legal, budgetary and policy considerations of the ADB and the project approval by the GCF Board.

Sincerely,



Jacob Sorensen
Director
Office of Cofinancing Operations