

The Green Climate Fund
Songdo Business District
175 Art center-daero
Yeonsu-gu, Incheon 22004
Republic of Korea

Mexico City, October 24th, 2024

Re: Co-financing commitment letter for ACCIÓN: Sustainable Communities for Climate Action in the Yucatan Peninsula in Mexico

Dear Madam/Sir,

On behalf of Mexican Fund for the Conservation of Nature (Fondo Mexicano para la Conservación de la Naturaleza, A.C.- FMCN), I am writing to you to express our commitment to support ACCIÓN: Sustainable Communities for Climate Action in the Yucatan Peninsula in Mexico that is proposed to the Green Climate Fund (GCF) for funding.

This is to confirm the in-kind contribution of FMCN to co-finance the project with a total value of USD 7,361,600. The funds channeled by FMCN will support PMC, Component 2: "Ecosystem-based adaptation (EbA) on coastal and marine protected areas", and Component 3: "Sustainable financing for scaling up EbA measures". Specifically, the co-financing will cover the funding of 15

protected areas (PAs) in the region to scale the impact in the Yucatan Peninsula and contribute to generate new sources of financing to leverage resources to close the financial gap in PAs in Mexico.

These financial resources come from two sources, both managed by FMCN. First, the recently awarded Global Biodiversity Framework Fund (GBFF) grant for the MEx30x30 project, with FMCN serving as an Executing Agency, represents an opportunity to align GCF and GBFF funding for the first time. Second, U.S. Agency for International Development (USAID) Kalan project, implemented by FMCN, and starting to finance in 2024 14 PAs in the Yucatán Peninsula not included in ACCIÓN. By coordinating these funding streams, the project will strengthen

ecosystem connectivity and improve the region's resilience to climate change. The funds will be distributed as follows:

Co-financing source	Direct budget Amount (USD)	PMC (USD)
FMCN through MEx30x30 – GBFF	\$2,000,000 Component 2, Output 2.1 (in-kind, operating plans for one PA) (endowment)	\$100,000 (sinking funds)
FMCN through Kalan-USAID	\$4,361,600 Component 2, Output 2.1 (in-kind, operating plans for four federal and ten subnational PAs) (sinking funds)	\$218,080 (sinking funds)
FMCN through Kalan-USAID	\$1,000,000 Component 3, Output 3.1 (in-kind, consultancy services to leverage resources to close financial gap in PAs financial gap) (sinking funds)	\$50,000 (sinking funds)
Sub-total	\$7,361,600	\$368,080
Total	\$ 7,729,680	

Please feel free to reach out should you need further clarification or details. We look forward to continuing our shared efforts in addressing the region's most pressing environmental challenges.

Sincerely yours,

Renée González Montagut
General Director