



November 20, 2007

Ms. Els Boerhof
Manager Massif
The Netherlands Development Finance Company
P.O. Box 93060
2509 AB
The Hague, Netherlands

**Re: Inter-American Development Bank – The
Netherlands Development Finance Company’s
contribution concerning the Tenth Inter-American
Forum on Microenterprise: “The Road Ahead”.**

Dear Ms. Boerhof:

By means of this letter agreement, the Inter-American Development Bank (the “IADB”) is pleased and honored to acknowledge and accept the offer of a grant of twenty thousand U.S. dollars (U.S.\$20,000.00) (the “Contribution”) from The Netherlands Development Finance Company (“FMO”) to support the Tenth Inter-American Forum on Microenterprise: “The Road Ahead” (the “Forum”) that took place in San Salvador, El Salvador, on October 3, 4, and 5, 2007, substantially on the terms described in the attachment hereto (the “Attachment”) and in the IADB Technical Cooperation RG-T1321 (RS-X1082).

The Contribution will be accounted for separately from IADB’s assets at the discretion of the IADB, and will be administered together with other contributions received by the IADB.

The utilization of the Contribution will be subject to the following terms:

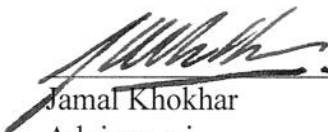
1. FMO shall make available twenty thousand U.S. dollars (U.S.\$20,000.00) to cover general expenses of the Forum, unless the parties agree otherwise in writing. Any major deviations from the objectives or activities described herein (including the Attachment) will require FMO’s written approval. The Contribution shall be made in U.S. dollars and the IADB shall have the right to exchange the funds into other currencies at its discretion, without assuming any risk in the conversion of currencies.

2. The Contribution shall be transferred to the IADB in full in a single installment, upon the IADB's written request, to the account #04404221 "Inter-American Development Bank - Cofinancing Account" opened by the IADB at Deutsche Bank America Trust, New York (swift # BKTRUS33XXX). Such account is denominated in U.S. dollars.
3. FMO acknowledges and agrees that the Contribution shall be completely untied and that the procurement of goods and services to be financed with the Contribution shall be undertaken in accordance with the IADB's policies and procedures. The IADB may keep for its own account, as compensation for its administrative costs in relation to the Contribution, any investment income generated by the Contribution pending its disbursement for the Forum.
4. Unless otherwise agreed between FMO and the IADB in writing, any portion of the Contribution not used for the purposes described herein shall be cancelled and returned to FMO as soon as possible after the Forum takes place.
5. The IADB shall provide to FMO information on the use of the Contribution and the Forum as may be maintained by the IADB in the course of its regular operations, and that FMO may reasonably request in writing.
6. The IADB shall list FMO as a sponsor in the Forum materials. The IADB may also use FMO's name and/or logo in any other way or form in the Forum materials, including any publications and/or advertisements. FMO agrees to obtain the IADB's written consent before using the IADB's name in any way or form, related or not to the Forum.
7. FMO will be regarded as a sponsor of the Forum. FMO acknowledges that no other benefits will be afforded to FMO as a result of the Contribution.
8. FMO further acknowledges that the IADB's commitment to use the Contribution as contemplated herein is subject to the IADB's formalization of all internal approvals necessary for the Forum.
9. At the IADB, the Office of the Multilateral Investment Fund (MIF) shall have technical responsibility for the Forum, including specific coordination with FMO regarding the Forum and any reporting requirements related thereto. The contact person at MIF is Mr. Fernando Jiménez-Ontiveros, Deputy Manager (tel: (202) 942-8127, e-mail: fernandojo@iadb.org). The Grants and Co-financing Management Unit (VPC/GCM) will be responsible for forwarding to FMO the transfer request mentioned in paragraph 2. The contact person at VPC/GCM is Ms. Marguerite Berger, Chief (tel: (202) 623-1774, e-mail: margueriteb@iadb.org).
10. Any communications addressed to FMO in connection with this letter agreement will be sent to your attention at the address mentioned above.

11. Subject to its policies and procedures with respect to the disclosure of information, the IADB may make this letter agreement publicly available.

On behalf of the IADB, I wish to express our sincere appreciation for the important support provided by FMO for the Forum.

Sincerely yours,

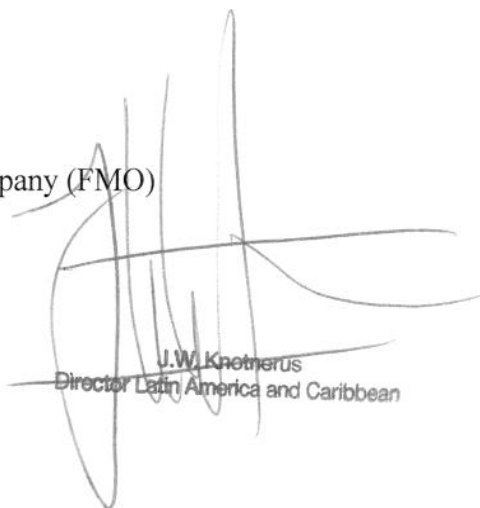


Jamal Khokhar
Advisor, a.i.
Office of Outreach and Partnerships

Acknowledged and agreed
for The Netherlands Development Finance Company (FMO)



Els Boerhof
Manager Massif



J.W. Knotterus
Director Latin America and Caribbean

Date: 3/12, 2007

**Tenth Inter-American Forum on Microenterprise:
“The Road Ahead”
3, 4, and 5 October 2007
San Salvador, EL SALVADOR**

The Micro, Small and Medium Enterprise Division of the Inter-American Development Bank is pleased to announce the Tenth Inter-American Forum on Microenterprise. The Tenth Forum will bring together social investors, donor agencies, and microenterprise service providers, including NGOs, commercial banks, cooperatives, and community organizations. We expect to have over 1,000 participants from Latin America, the Caribbean, and other parts of the world, providing a meeting point where participants will have the opportunity to make contacts and share experiences.

The theme for the Forum this year will be “The Road Ahead”, reflecting not only the intention to promote the sharing of strategies and practices which are being developed to expand and improve the access to microfinance and enterprise development services, but also to reflect on the last 10 years of the Microenterprise Forum and on the future of the microenterprise industry.

The Forum will seek to disseminate the most successful experiences in the region, by giving the participants the necessary technical and conceptual tools, and by encouraging discussions on the provision of financial and enterprise development services for microenterprises and small businesses.

The 2007 Forum will include innovative workshops and panels aimed at discussing the following topics:

- Innovative technology in microfinance
- The use of remittances in productive activity
- Credit guarantees
- Rating of microfinance institutions
- How to assist young entrepreneurs
- Microenterprises and globalization
- Entrepreneurship and gender
- Regulatory framework for microfinance
- Formality and Tax Issues