

FIRST SUPPLEMENTAL CONTRIBUTION AGREEMENT

to the

ADMINISTRATIVE ARRANGEMENT

between

THE INTER-AMERICAN DEVELOPMENT BANK,

as administrator of the

MULTILATERAL INVESTMENT FUND,

and

**THE GOVERNMENT OF THE UNITED KINGDOM OF GREAT BRITAIN
AND NORTHERN IRELAND,**

represented by

THE DEPARTMENT FOR INTERNATIONAL DEVELOPMENT

regarding the

**Project Specific Grant to the Inter-American Development Bank for
Project RG-M1249 / RG-X1211, titled "Climatescope 2014"**

THIS FIRST SUPPLEMENTAL CONTRIBUTION AGREEMENT (the "Agreement") is entered into between the Inter-American Development Bank, acting as administrator of the Multilateral Investment Fund (the "IDB"), and the Government of the United Kingdom of Great Britain and Northern Ireland, represented by the Department for International Development (the "Donor", together with the IDB, hereinafter referred to as the "Parties").

WHEREAS, on May 7, 2014, the IDB and the Donor entered into a Project Specific Grant (PSG) Administrative Arrangement (the "Administrative Arrangement"), in connection with the IDB's Project RG-M1249 / RG-X1211 titled, "Climatescope 2014" (the "Project"), as further described in Annex A to the Administrative Arrangement and the Project Document attached to the Administrative Arrangement as Annex B (the "Project Document"); and

WHEREAS, the Donor has agreed to continue supporting the execution of the Project by providing an additional, supplemental grant contribution in the amount of GBP20,000.00 (twenty thousand British pounds sterling) to the IDB in one single installment (the "First Supplemental Contribution"), to be administered by the IDB pursuant to the terms and conditions of the Administrative Arrangement.

NOW, THEREFORE, the Donor hereby agrees to provide an Additional Transfer Amount, per the terms of Paragraph 1 of the Administrative Arrangement, and as further provided in the IDB memorandum attached to this Agreement, as follows (throughout this Agreement, capitalized terms used but not defined herein shall have the meanings ascribed to them under the Administrative Arrangement):

1. Paragraph 1 of the Administrative Arrangement is hereby superseded, which shall now read as follows:

"1. Upon countersignature of this Administrative Agreement by the Parties, and notwithstanding Sub-paragraph 4.1.4 of the Amended and Restated Framework Arrangement, the Donor will transfer fifty-four thousand British pounds sterling (GBP54,000.00) of the Contribution, upon signature of this Administrative Arrangement, to an account indicated by the IDB in writing (the "Initial Transfer Amount"). Further, the Donor agrees to transfer an Additional Transfer Amount (as defined below) of twenty thousand British pounds sterling (GBP20,000.00) to the IDB no later than February 15, 2016 (the "First Supplemental Contribution"). The Parties may agree that the Donor will transfer additional amounts (in addition to the First Supplemental Contribution) to an account indicated by the IDB in writing, in support of the Project ("Additional Transfer Amounts"). Notwithstanding the above, the sum of the Initial Transfer Amount, the First Supplemental Contribution, and any Additional Transfer Amounts may not exceed the total value of the Contribution."

2. For the avoidance of doubt, the Parties acknowledge that the Initial Transfer Amount of fifty-four thousand British pounds sterling (GBP54,000.00) due upon signature of the Administrative Arrangement has already been disbursed by the Donor to the IDB. Further, the Donor acknowledges that the IDB will charge and

retain the Administrative Fee (as defined in Paragraph 2 of the Administrative Arrangement) equal to five percent (5%) of the total amount of the First Supplemental Contribution at the time it is deposited by the Donor into the Account, to assist in the defrayment of administrative costs in relation to the First Supplemental Contribution.

3. All other terms and provisions of the Administrative Arrangement not expressly modified herein shall remain in full force and effect. Further, this Agreement shall enter into force on the date of its last signature by the Parties, and shall constitute an integral part of the Administrative Arrangement.
4. Subject to their respective policies and procedures with respect to the disclosure of information, the IDB and the Donor may make this Agreement publicly available.

IN WITNESS WHEREOF, the Inter-American Development Bank, acting as administrator of the Multilateral Investment Fund, and the Government of the United Kingdom of Great Britain and Northern Ireland, represented by the Department for International Development, each acting through its duly authorized representative, have signed this Agreement in the English language as of the dates indicated below.

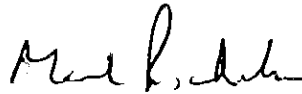
**INTER-AMERICAN
DEVELOPMENT BANK**



Bernardo Guillamon
Manager
Office of Outreach and Partnerships

Date: JAN 15, 2016

**GOVERNMENT OF THE UNITED
KINGDOM OF GREAT BRITAIN
AND NORTHERN IRELAND**



Mark Richardson
Sustainable Energy Team Leader
Department for International
Development

Date: 26/1/16

MEMORANDUM

DATE: November 11, 2015

PROJECT: Climatescope 2014 (RG-M1249 – RG-X1211)

TO: Fernando Jiménez-Ontiveros
General Manager, a.i. MIF/MIF

FROM: Michael Hofmann, MIF/ABG

CC: Anne Marie Lauschus, LEG/NSG

I. Purpose of the Memo

- 1.1 The purpose of this document is to amend the project "Climatescope 2014" RG-M1249 – RG-X1211, ATN/ME-14415-RG – ATN/CF-14418-RG, which was approved by the MIF Donors Committee on May 22, 2014.
- 1.2 The project will be amended to approve and include an additional project specific grant (PSG) contribution of up to USD30,469¹ provided by the UK Department for International Development (DFID) to Component III of the project.

II. About the Project

- 2.1 The Climatescope 2014 was approved by the MIF Donors Committee for total

¹ DFID contribution will be in British Pounds (up to GBP20,000), and the exchange rate to be used to calculate such conversion to US Dollars will be the exchange rate of the date when the resources are received by the Bank from DFID in Pounds Sterling and converted into US Dollars. The USD30,469 amount is based on the official IDB exchange rate GBP-USD from November 5, 2015.

MEMORANDUM

non-reimbursable technical cooperation funding of USD1,251,357². The Climatescope is a knowledge product, consisting of a report, online tool, data and a resulting index that provides information about clean energy policies and investment, as well as opportunities for SMEs to enter into the clean energy value chain. The Climatescope was conceived by the MIF and first published in 2012 with the support of Bloomberg New Energy Finance (BNEF) to reduce information gaps constraining clean energy investment and policies in Latin America and the Caribbean (LAC). Based on this successful MIF initiative, the Climatescope has become a global report in 2014 with the support of the UK Department of International Development (DFID) and the United States Agency for International Development (USAID) who have committed funding for an additional 19 African countries and 8 Asian countries. The Climatescope is presented and disseminated via a Climatescope dynamic website (www.global-climatescope.org) which includes downloadable versions of the full report and selected source data, as well as an interactive online data visualization tool and a policy database. The MIF project provides funding for the development of the LAC part of the Climatescope - for the following aspects: target audience and expert mapping and feedback (component 1); data collection, analysis and elaboration of the report (component 2); development of the Climatescope website and online tool (component 3) as well as strategic communication and knowledge management (component 4). The project ultimately contributes to an improvement in the region's clean energy policy frameworks and increased levels of investment along the clean energy value chains.

- 2.2 The UK Department of International Development (DFID) is a strong partner of the project. DFID joined the Climatescope in 2013, i.e. when the preparations were started for the first global Climatescope edition 2014. DFID contributed funding towards component 3 of the MIF project, i.e. the development of the Climatescope website and online tool and has agreed to provide an additional contribution of USD30,469³ towards the update, maintenance and continued development of the Climatescope website.

III. Presentation of Principal Themes

² USD998,150 MIF funding plus USD253,207 co-financing by DFID, i.e. total project budget of USD1,251,357

³ DFID contribution will be in British Pounds (up to GBP20,000), and the exchange rate to be used to calculate such conversion to US Dollars will be the exchange rate of the date when the resources are received by the Bank from DFID in Pounds Sterling and converted into US Dollars. The USD30,469 amount is based on the official IDB exchange rate GBP-USD from November 5, 2015.

MEMORANDUM

- 3.1 The Climatescope website and online tool is the key dissemination mechanism for all information and data that the Climatescope provides, i.e. the report with the regional summaries and country profiles, the ranking tables, the underlying source data and the policy database. The dissemination of the generated knowledge via the website is crucial to achieving the expected impact of this project. The knowledge return of the project adds value to local clean energy businesses, national and international investors and financial intermediaries, as well as policymakers in their decision-making processes about clean energy investment.
- 3.2 To this end, DFID has committed additional support to Climatescope website development activities for the project in the amount of up to US\$30,469⁴ for Component 3 through the Technical Cooperation RG-X1211, ATN/CF-14418-RG. This support will go to the following activities which have been previously approved by the MIF Donors Committee: the update, maintenance and continued development of the Climatescope website. The new funds will allow the project to maintain and further improve the key knowledge dissemination mechanism of the project, i.e. the Climatescope website and online tool.
- 3.3 The addition of these funds does not represent a fundamental change to the project as originally approved by MIF donors as the activities of Component 3 will remain the same, but it will allow the project to update and maintain the website with the most up-to-date data, and further improve the site by adding additional features to improve its knowledge return, user-friendliness and dissemination effectiveness.

IV. Recommendation/Analysis

- 4.1 The project team recommends that these funds be approved and added to Component 3: 'Development of global Climatescope website and online tool' (RG-X1211, ATN/CF-14418-RG), to be applied to the previously identified activities. The table below provides a breakdown of the use of project resources, including the additional contribution to Component 3 by DFID.

⁴ DFID contribution will be in British Pounds (up to GBP20,000), and the exchange rate to be used to calculate such conversion to US Dollars will be the exchange rate of the date when the resources are received by the Bank from DFID in Pounds Sterling and converted into US Dollars. The USD30,469 amount is based on the official IDB exchange rate GBP-USD from November 5, 2015.

MEMORANDUM

Component	WB	DFID	IDB	Total
Component 1: Mapping and feedback of target audiences and experts	\$46,000	\$0		\$46,000
Component 2: Elaboration of Climatescope 2014 Report	\$754,500	\$0		\$754,500
Component 3: Development of Climatescope website and online tool	\$53,650	\$240,547	\$28,946	\$323,143
Component 4: Strategic communication and knowledge management	\$112,000	\$0		\$112,000
Administration	\$17,000	\$0		\$17,000
Contingencies	\$15,000	\$0		\$15,000
PSG admin fee (5%)		\$12,660	\$1,523	\$14,183
Total	\$942,150	\$253,207	\$28,946	\$1,224,303
Agenda Account	\$0	\$0		\$0
Total	\$942,150	\$253,207	\$28,946	\$1,224,303

- 4.2 The project team recommends the amendment of the project by adding the funds committed by DFID to Component 3, to be done by delegation of authority to Fernando Jiménez-Ontiveros, MIF General Manager, a.i.

V. Approval

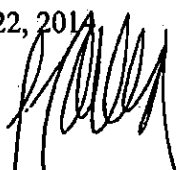
- 5.1 According to the delegation of authority given by the President in accordance with PR-501⁵, I hereby approve the amount of up to USD30,469⁶, chargeable to

⁵ PR-501 'Approval of Nonreimbursable Operations', 'Delegation of Authority for Approval of Nonreimbursable Operations of up to US\$3,000,000', effective December 2014

⁶ DFID contribution will be in British Pounds (up to GBP20,000), and the exchange rate to be used to calculate such conversion to US Dollars will be the exchange rate of the date when the resources are received by the Bank from DFID in Pounds Sterling and converted into US Dollars. The USD30,469 number is based on the official IDB exchange rate GBP-USD from November 5, 2015.

MEMORANDUM

the UK Department for International Development (DFID), for the purpose of the Component 3 of the project "Climatescope 2014" RG-M1249 – RG-X1211, ATN/ME-14415-RG – ATN/CF-14418-RG, which was approved by MIF's Donor's Committee on May 22, 2014



Fernando Jiménez-Ontiveros
General Manager, a.i.
Multilateral Investment Fund

11/16/15

Date

Attachments: Email of approval of funds by DFID