

Annex 12: Additional information regarding additionality

May 8, 2009

The following statements, issued by a commercial bank in Ethiopia, illustrates that normal bank loan financing is not available for this type of projects, which shows the investment barrier.

Appendices:

1. Statement by United Bank S.C., Ethiopia, dated May 8, 2009.

Appendix 1: Statement by United Bank S.C., Ethiopia, dated May 8, 2009.

	ኢትዮጵያ ባንክ አ.ማ. UNITED BANK S.C.	4
ሞከሮ መ/ቢ.ቅ Head Office Addis Ababa - Ethiopia	☎ 465 52 22 ኢ.ዲ.ሪ. አበባ - ኢትዮጵያ	☎ 19963 Fax: 465 52 43/465 52 45 ቅርንጫፍ Branch

ቁጥር Ref No	UB/CD/036/09
ቀን Date	May 8, 2009

World Vision -Ethiopia
Addis Ababa

Dear Sirs:


Subject:- Forestry Project

A reference is made to your letter under Ref WVE/Grant/056/09 dated April 07, 2009 where in you enquire a confirmation on whether the bank furnish a credit facility to forestry projects.

As you may know, commercial banks particularly provide credit facilities for commercial purposes such as to bridge temporary and permanent working capital shortage, to finance expansion projects, etc. Hence, the request to finance forestry project, although its objective i.e. reducing emission of carbon from the atmosphere is highly appreciated, appears not to be covered by the banks credit policy and procedure.

Therefore, we regret to inform you that we cannot entertain the facility, but we hope that we will be working together in any other aspect.

Sincerely yours,


Tsigereda Tesfaye
Manager - Credit & Risk Mgt. Dept.

