

October 12, 2018

Ms. Emilia Battaglini  
Program Manager  
GEF – World Bank Coordination  
The World Bank

Dear Ms. Battaglini,

**Subject: Co-financing letter for  
China GEF Efficient and Green Freight Transport Project (P159883)**

The World Bank is preparing the GEF-funded Efficient and Green Freight Transport Project (P159883) for which we would like to confirm our complementary activities in the areas of Climate Change Mitigation (CCM) and sustainable transport development in China.

In 2018, the World Bank signed the Loan Agreement with the Government of China on a loan in the amount of US\$150 million for the Hubei Inland Waterway Improvement Project, and the project became effective on September 27, 2018. The project development objective is to improve inland waterway transport capacity and reliability along the Han River in support of low carbon development. This GEF funded project is being processed as additional financing to support the development of a green and efficient multi-modal freight transport system (integrating all modes including inland waterways) and improve the efficiency of the urban freight delivery system. These GEF funded activities bring incremental and complementary values in the development green and efficient freight transport and logistics system.

Sincerely,



Binyam Reja  
Transport Practice Manager  
Central Asia, China, and Mongolia