M.Sc. Carlos Manuel Rodríguez CEO and Chairperson

May 17, 2021

Mr. Pradeep Kurukulasuriya GEF Executive Coordinator United Nations Development Programme (UNDP) New York City, USA

Dear Mr. Kurukulasuriya,

I am pleased to inform you that I have cleared the project concept detailed below for inclusion in the upcoming work program. I have also approved your request for Project Preparation Grant.

| Decision Sought: | Project Identification Form (PIF) Clearance for Work | | |
|------------------------|--|--|--|
| | Program Inclusion and Project Preparation Grant Approval | | |
| GEFSEC ID: | 10779 | | |
| Agency: | UNDP | | |
| Agency ID: | 6647 | | |
| Focal Area: | Climate Change | | |
| Project Type: | Full-sized Project | | |
| Country: | Bhutan | | |
| Name of Project: | Advancing Climate Resilience of Water Sector in Bhutan | | |
| | (ACREWAS) | | |
| Indicative GEF Project | \$8,932,420 | | |
| Financing: | | | |
| Indicative Agency Fee: | \$848,580 | | |
| PPG: | \$200,000 | | |
| PPG Fee: | \$19,000 | | |
| Funding Source: | Least Developed Countries Fund | | |

| Indicative Agency Fee Commitment: | | | | | | |
|-----------------------------------|-------|---------------------|---------------------|---------------------|---------|--|
| Agency | Trust | 20% to be committed | 50% to be | 30% to be committed | Total | |
| | Fund | at Council approval | committed at first | at mid-term review | (US\$) | |
| | | (US\$) | disbursement (US\$) | (US\$) | | |
| UNDP | LDCF | 169,716 | 424,290 | 254,574 | 848,580 | |

This PIF clearance and PPG approval are based on the understanding that the project is in conformity with LDCF focal area strategies and with GEF and LDCF policies and procedures. Please ensure that your final project document, having fully addressed all Secretariat, STAP, Convention Secretariats and Council comments, will be endorsed within 18 months of Council approval of the work program.

Sincerely,

M.Sc. Carlos Manuel Rodríguez Chief Executive Officer and Chairperson Global Environment Facility

Copy to: Country Operational Focal Point, GEF Agencies, STAP, Trustee