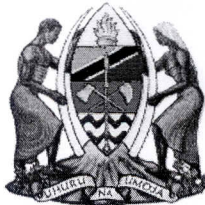


THE UNITED REPUBLIC OF TANZANIA

Telegrams: "MAKAMU"
Telephone: 213983/2118416
Fax: 2125297/2113856/2113082
E-mail: sotchair@africaonline.co.tz



VICE-PRESIDENT'S OFFICE
P. O. BOX 5380
DAR ES SALAAM
TANZANIA

Our RefBD.78/201/01

10th November 2009

Monique Barbut
Chief Executive Officer and Chairperson
GEF Secretariat
1818 H Street NW
Washington, DC 20433, USA

UNIDO Country Representative
P. O. Box 9182
Dar es Salaam
Tanzania

**RE: ENDORSEMENT FOR THE PROJECT: MINI-GRIDS BASED ON MICRO
HYDROPOWER SOURCES TO AUGMENT RURAL ELECTRIFICATION IN TANZANIA**

I confirm that the above project proposal (a) is in accordance with the government's national priorities and the commitments made by Tanzania under the relevant global environmental conventions and (b) has been discussed with relevant stakeholders, including the global environmental convention focal points, in accordance with GEF's policy on public involvement.

Accordingly, I am pleased to endorse the preparation of the above project proposal with the support of UNIDO. If approved, the proposal will be prepared and implemented by the Ministry of Energy and Minerals, Rural Energy Agency and TANESCO. Further, I request UNIDO to provide a copy of the project document for review and comments before it is submitted to the GEF Secretariat for CEO endorsement.

I understand that the total GEF financing being requested for this project is US\$ 3.751 million inclusive of project preparation grant (PPG), if any, and Agency fee (10%) to UNIDO for project cycle management services associated with this project.

I consent to the utilization of the following indicative allocations available to Tanzania in GEF-4 under the GEF Resource Allocation Framework to cover the GEF project preparation and implementation as well as the associated Agency fees for this project.

Climate Change US\$ 5.3 million

Biodiversity US\$

I thank you for your continued cooperation and support.

Yours Sincerely,


Eric K. Mugurusi

For PERMANENT SECRETARY

C.C: Permanent Secretary
Ministry of Energy and Minerals
Dar es Salaam