Honorable Alfred Alfred Jr  
Minister of Finance  
Ministry of Finance  
P.O. Box D,  
Majuro 96959  
Marshall Islands

Dear Minister,

Re: GCF Grant No. TF0B2404  
(Pacific Resilience Project II under the Pacific Resilience Program)  
Additional Instructions: Disbursement and Financial Information Letter

I refer to the Green Climate Fund Financing Agreement ("Agreement") between the Republic of the Marshall Islands (the “Recipient”) and the International Development Association, acting as an Accredited Entity of the Green Climate Fund (“Bank”), for the above-referenced project, dated _________ 2023. The Standard Conditions, as defined in the Agreement, provide that the Recipient may from time to time request withdrawals of proceeds from GCF Grant No. TF0B2404 (“GCF Grant”) in accordance with the Disbursement and Financial Information Letter, and such additional instructions as the Bank may specify from time to time by notice to the Recipient. The Standard Conditions also provide that the Disbursement and Financial Information Letter may set out Project specific financial reporting requirements. This letter constitutes such Disbursement and Financial Information Letter (“DFIL”) and may be revised from time to time.

I. Disbursement Arrangements and Withdrawal of GCF Grant Funds


(i) Disbursement Arrangements

- **General Provisions (Schedule 1)** The table in Schedule 1 provides the disbursement methods which may be used by the Recipient, conditions, and information on registration of authorized signatures, processing of withdrawal applications (including minimum value of applications and advances), instructions on supporting documentation, and frequency of reporting on the Designated Account.

(ii) Electronic Delivery. Section 9.01 (c) of the Standard Conditions.
The Recipient will deliver Withdrawal Applications (with supporting documents) electronically through the Bank’s web-based portal “Client Connection” at https://clientconnection.worldbank.org. This option will be effected after the officials designated in writing by the Recipient who are authorized to sign and deliver Withdrawal Applications have registered as users of “Client Connection”. The designated officials will deliver Applications electronically by completing the Form 2380, which is accessible through “Client Connection”. By signing the Authorized Signatory Letter, the Recipient confirms that it is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Bank by electronic means. The Recipient may exercise the option of preparing and delivering Withdrawal Applications in paper form on exceptional cases (including those where the Recipient encounters legal limitations), and which were previously agreed with the Bank. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Recipient confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation, available in the Bank’s public website at https://worldbank.org and “Client Connection”; and (b) to cause such official to abide by those terms and conditions.

II. Financial Reports and Audits Section 2.09 (a) and (b) of the Standard Conditions.

(i) Financial Reports. The Recipient must prepare and furnish to the Bank not later than forty-five (45) days after the end of each calendar semester, interim unaudited financial reports (“IFR”) for the Project covering the semester.

(ii) Audits. Because project funds will be fully integrated with Government accounts, auditing of project funds will become part of the auditing of National Government accounts. Therefore, no project audit will be required, subject to the inclusion of agreed notation in the national accounts during the life of the project. The audited Financial Statements for each such period must be furnished to the Association not later than nine (9) months after the end of such period. The Association reserves the right to request for a project audit.

III. Other Important Information

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Bank’s website (http://www.worldbank.org) and “Client Connection”. The Bank recommends that you register as a user of “Client Connection”. From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the GCF Grant, and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, or if you have any queries in relation to the above, please contact the Bank by email at AskLoans@WorldBank.org using the above reference.

Yours sincerely,

Michel Kerf

Michel Kerf
Country Director
Papua New Guinea & Pacific Islands
East Asia and Pacific Region


**Attachments**

1. Statement of Expenditure (SOE)
2. Form of Authorized Signatory Letter

With copies:

Ms. Maybelline Bing, Secretary  
Ms. Malie Tarbwillin, Assistant Secretary, DIDA  
Ministry of Finance, Banking and Postal Services  
P.O. Box D  
Majuro, MH 96960

Hon. Jiba B. Kabua, Minister  
Mr. Catalino Kijiner, Secretary  
Ministry of Public Works, Infrastructure and Utilities  
PO Box 2  
Majuro, MH 96960
# Schedule 1 - Disbursement Provisions

## Basic Information

<table>
<thead>
<tr>
<th>GCF Grant Number</th>
<th>TF0B2404</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Country</strong></td>
<td>Republic of the Marshall Islands</td>
</tr>
<tr>
<td><strong>Recipient</strong></td>
<td>Ministry of Finance</td>
</tr>
<tr>
<td><strong>Name of the Project</strong></td>
<td>Pacific Resilience Project II under the Pacific Resilience Program</td>
</tr>
<tr>
<td><strong>Closing Date</strong></td>
<td>Section III.B.2 of Schedule 2 to the GCF Financing Agreement</td>
</tr>
<tr>
<td><strong>Disbursement Deadline Date</strong></td>
<td>Four (4) months after the closing date</td>
</tr>
</tbody>
</table>

## Disbursement Methods, and Supporting Documentation

<table>
<thead>
<tr>
<th>Disbursement Methods</th>
<th>Methods Available</th>
<th>Supporting Documentation Subsections 4.3 and 4.4 (**)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct Payment</td>
<td>Yes</td>
<td>Copy of Records</td>
</tr>
<tr>
<td>Reimbursement</td>
<td>Yes</td>
<td>Statement of Expenditure (Attachment 1)</td>
</tr>
<tr>
<td>Advance</td>
<td>Yes</td>
<td>Statement of Expenditure (Attachment 1)</td>
</tr>
<tr>
<td>Special Commitments</td>
<td>Yes</td>
<td>Copy of Letter of Credit</td>
</tr>
</tbody>
</table>

**Designated Account (Section 5 and 6 **)**

<table>
<thead>
<tr>
<th><strong>Type</strong></th>
<th>Pooled; one (1) pooled designated account will be established under the Project.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Financial Institution - Name</strong></td>
<td>A commercial bank or financial institution acceptable to the Bank</td>
</tr>
<tr>
<td><strong>Frequency of Reporting, Subsection 6.3 (</strong>)**</td>
<td>Quarterly or more often if needed</td>
</tr>
<tr>
<td><strong>Ceiling</strong></td>
<td>Fixed</td>
</tr>
<tr>
<td><strong>Currency</strong></td>
<td>U.S. Dollars (USD)</td>
</tr>
<tr>
<td><strong>Amount</strong></td>
<td>3,000,000</td>
</tr>
</tbody>
</table>

**Minimum Value of Applications (subsection 3.5)**

The Minimum Value of Applications for Reimbursement, Direct Payment and Special Commitment is USD500,000 equivalent.

**Authorized Signatures (Subsection 3.1 and 3.2 **)** The form for Authorized Signatory Letter is provided in Attachment 2

Please send the Authorized Signatory Letter to the address indicated below:

The World Bank  
Level 19, 14 Martin Place  
CML Building  
Sydney NSW 2000, Australia
Attention: Country Director

**Withdrawal and Documentation Applications (Subsection 3.3 and 3.4 **)**

All Withdrawal Applications and supporting documentation will be electronically sent via the Bank’s system Client Connection. For Withdrawal Applications in paper form, please submit to the address below:

The World Bank  
26th Floor, One Global Place  
5th Avenue corner 25th Street, Bonifacio Global City  
Taguig City, Philippines

Attention: Senior Regional Team Leader, WFACS

**Other Disbursement Instructions**

1. The Project will be financed by IDA Grant No. D183-MH/IDA Grant No. D569-MH, and GCF Grant No. TF0B2404.

2. The one (1) existing segregated designated account already opened under IDA Grant No. D183-MH will be converted to a pooled designated account.

3. The pooled designated account to be established under the Project as per para 1 above will be used for receipts of funds from IDA Grant No. D183-MH, IDA Grant No. D569-MH and GCF Grant No. TF0B2404.

4. For the parts of the Project to be jointly financed by IDA (both IDA Grant No. D183-MH and IDA Grant No. D569-MH) and GCF, respective financing percentage of such parts by IDA and GCF is stipulated in the IDA Financing Agreements or GCF Financing Agreement.

**Sections and subsections indicated relate to the “Disbursement Guidelines for Investment Project Financing”, dated February 2017.**
Payment made during the period from __________ to __________

The following expenditures have been incurred during the retroactive financing period (please tick)
The following expenditures have been incurred during before the closing date of the credit (please tick)

<table>
<thead>
<tr>
<th>Item No</th>
<th>Service provider / Supplier / Payee's Name</th>
<th>Brief Description of the expenditure</th>
<th>Prior Review Contract ? (YES or NO)</th>
<th>Contract # (Client Connectio n # for Prior Review contracts)</th>
<th>Contract currency and amount (original + amendment)</th>
<th>Invoice number</th>
<th>Date of payment</th>
<th>Total amount of invoice covered by Application (net of retention)</th>
<th>% Finance d by the Bank</th>
<th>Expenditure Amount Eligible for Financing</th>
<th>Amount claimed</th>
<th>Amount paid from Designated Account (which should be equal to #11)</th>
<th>Remarks</th>
</tr>
</thead>
</table>

Supporting documents for this SOE retained at: (insert location)
Prepared by: ________________________  Authorized Representative: ________________________
*A separate form should be used for each category
Attachment 2 – Form of Authorized Signatory Letter

[Letterhead]
Ministry of Finance
[Street address]
[City] [Country]

[DATE]

The World Bank
Level 19, 14 Martin Place
CML Building
Sydney    NSW   2000
Australia

Attention: Country Director

Re: GCF Grant No. TF0B2404
(Pacific Resilience Project II under the Pacific Resilience Program)

I refer to the Green Climate Fund Financing Agreement (“Agreement”) between the Republic of the Marshall Islands (the “Recipient”) and the International Development Association, acting as an Accredited Entity of the Green Climate Fund (“Bank”), dated ______________, providing the above GCF Grant. For the purposes of Section 3.04 (b) of the Standard Conditions, as defined in the Agreement, any [one] of the persons whose authenticated specimen signatures appear below is authorized on behalf of the Recipient to sign applications for withdrawal and applications for a special commitment under this GCF Grant.

For the purpose of delivering Applications to the Bank, [each] of the persons whose authenticated specimen signatures appears below is authorized on behalf of the Recipient, acting [individually] [jointly], to deliver Applications, and evidence in support thereof on the terms and conditions specified by the Bank.

[This confirms that the Recipient is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to

1 Instruction to the Recipient when sending this letter to the Bank: Stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. Please delete this footnote in final letter that is sent to the Bank.

2 Instruction to the Recipient: Stipulate if more than one person needs to jointly sign Applications, if so, please indicate the actual number. Please delete this footnote in final letter that is sent to the Bank.

3 Instruction to the Recipient: Use this bracket if any one of the authorized persons may sign; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Bank.

4 Instruction to the Recipient: Use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Bank.
the Bank by electronic means. In full recognition that the Bank shall rely upon such representations and warranties, including without limitation, the representations and warranties contained in the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation (“Terms and Conditions of Use of SIDC”), the Recipient represents and warrants to the Bank that it will cause such persons to abide by those terms and conditions.

This Authorization replaces and supersedes any Authorization currently in the Bank records with respect to this Agreement.

[Name], [position] Specimen Signature: ____________________

[Name], [position] Specimen Signature: ____________________

[Name], [position] Specimen Signature: ____________________

Yours truly,

/ signed /

[Position]

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5 Instruction to the Recipient: Add this paragraph if the Recipient wishes to authorize the listed persons to accept Secure Identification Credentials and to deliver Applications by electronic means; if this is not applicable, please delete the paragraph. Please delete this footnote in final letter that is sent to the Bank.