Mr. Jorge Frieden  
Executive Director for Switzerland  
World Bank  
1818 H Street N.W.  
Washington, D.C. 20433  

On behalf of the State Secretariat for Economic Affairs (SECO)

Re: Contribution of the State Secretariat for Economic Affairs (SECO) to the Donor’s Balance Account (TF No 059036) for disbursement in relation to the Pilot Auction Facility for Methane and Climate Change Mitigation (TF No 069026) (the “PAF Fund”)

Dear Mr. Frieden:

1. We are pleased to acknowledge on behalf of the International Bank for Reconstruction and Development (“IBRD”) and the International Development Association (“IDA”) (collectively, the “Bank”) the intention of the State Secretariat for Economic Affairs (the “Donor”) to disburse to the Bank the sum of USD 2.5 million (the “Contribution”) to be held by the Bank in the Donor Balance Account (TF No 059036) (the “Donor Balance Account”) pending the subsequent completion of negotiations between the Bank and the Donor and the signing of a new contribution agreement between the Donor and the Bank for the new PAF Fund (the “PAF Contribution Agreement”).

2. The Contribution is intended to be a disbursement by the Donor in respect of the Donor’s contribution to the PAF Fund. The Bank will hold the Contribution in the Donor Balance Account pending the signature of the PAF Contribution Agreement. Upon the signature of the PAF Contribution Agreement, the Bank will transfer the Contribution from the Donor Balance Account to the PAF Fund.

3. The Donor shall deposit the Contribution into such bank account designated by the Bank promptly following countersignature of this Agreement by the Donor and submission of a payment request by the Bank.

4. When making such deposit, the Donor will instruct its bank to include in its payment details information (remittance advice) field of its SWIFT payment message, information indicating: the amount paid, that the payment is made by the Donor for TF No 059036 for the purpose of the PAF Fund, and the date of the deposit. In addition, the Donor will provide a copy of the Donor’s deposit instruction to the Bank’s Accounting Trust Funds Division by e-mail sent to tfremitadvice@worldbank.org or by fax sent to (202) 614-1315.
5. The Contribution will be administered by the Bank in accordance with the terms of this Agreement. The Contribution funds may be commingled with other trust fund assets maintained by the Bank, but will be kept separate and apart from the funds of the Bank. The Bank will hold and report on the Contribution funds under this Agreement as part of the aggregate funds in the Donor Balance Account until such time as the Contribution funds have been disposed of in accordance with this Agreement.

6. If the Bank and the Donor have not concluded the PAF Contribution Agreement for the Donor’s participation in the PAF Fund on or before 15 May 2015, the Donor will instruct the Bank by written notice to either allocate the Contribution funds to another existing Bank administered trust fund or refund the Contribution funds to the Donor. In the event that after 15 May 2015, the Donor instructs the Bank to refund the Contribution funds to the Donor, the written notification of the Donor will contain the account information necessary for such refund. The investment income will remain in the Donor Balance Account and will not be subject to a reallocation.

7. This Agreement may be amended only in writing between the Bank and the Donor.

8. Please confirm your acceptance to the foregoing, on behalf of the Donor, by signing and dating the two (2) originals of this Agreement, retaining one (1) original for your record and returning the other original to the Bank. Upon receipt by the Bank of the original Agreement countersigned by you, this Agreement will become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]
Jaehyang So
Director
Trust Funds and Partnerships
Development Finance

AGREED AND CONFIRMED:

By: [Signature]
Jorge G. Frieden
Executive Director for Switzerland
World Bank on behalf of
The State Secretariat for Economic Affairs

Date: December 16, 2016