



December 20, 2019

William Pleites
Executive Director
FOMILENIO II
Blvd. Orden de Malta, Av. El Boquerón
No. 4-A Edificio Zafiro Nivel 1,
Urbanización Santa Elena, Antiguo Cuscatlán
San Salvador
Republic of El Salvador

Re: Program Funding Disbursement Request and Quarterly Reports for the Period beginning January 1, 2020 and ending March 31, 2020

Dear Mr. Pleites:

This letter is in response to the MCC Disbursement Request and quarterly reports (“*Disbursement Request*”) submitted on December 10, 2019 on behalf of the Government of the Republic of El Salvador (“*Government*”) acting through the Private Secretary of the Presidency pursuant to (i) the Compact between the United States of America, acting through the Millennium Challenge Corporation (“*MCC*”), and the Government, acting through the Ministry of Foreign Affairs, executed on September 30, 2014 (“*Compact*”), and (ii) the Program Implementation Agreement dated May 15, 2015 between the Government and MCC (the “*PIA*”). Capitalized terms not defined in this letter have the meanings given to such terms in the Compact or the PIA, as applicable.

- a. Amount of MCC Disbursement: Pursuant to Section 3.4 of the PIA, the Government has requested the Disbursement of Program Funding up to an amount of \$43,512,735.94 for the period from January 1, 2020 through March 31, 2020 (“*Disbursement Period*”). MCC approves the full amount. These funds will be made available through the Common Payment System during the Disbursement Period.
- b. Approval of Reports. MCC approves the following documents submitted by the Government:
 - (i) Disbursement Request Form, resubmitted on December 19;
 - (ii) Quarterly Financial Report, submitted on December 10;
 - (iii) Detailed Financial Plan, submitted on December 10;
 - (iv) Fiscal Agent Disbursement Certificate, submitted on December 10;
 - (v) Narrative Report, submitted on December 10;
 - (vi) Procurement Performance Report, submitted on December 10;
 - (vii) Procurement Agent Certificate, submitted on December 10;

- (viii) Indicator Tracking Table, submitted on December 10;
 - (ix) Conditions Precedent Report, submitted on December 10; and
 - (x) Government Disbursement Certificate, submitted on December 10.
- c. Conditions Precedent: The applicable conditions precedent for this Disbursement have been satisfied.
- d. Reallocations: As part of the Program Funding Disbursement Request, the Government has submitted a request to reallocate Program Funding pursuant to Section 6.2(b) of the Compact, through Schedule A of the Detailed Financial Plan. MCC approves the reallocation of \$4,342,112.85 pursuant to the terms of Section 6.2(b) of the Compact.

Should you have any questions regarding the foregoing, please do not hesitate to contact MCC's Resident Country Mission in El Salvador.

Sincerely,



Anthony Welcher
Vice President
Department of Compact Operations

cc: Ernesto Castro, Private Secretary of the Presidency of the Republic of El Salvador
Jonathan Brooks, Deputy Vice President, MCC DCO EAPLA
Martha Keys, Resident Country Director, MCC El Salvador
Richard Mora, Deputy Resident Country Director, MCC El Salvador