



USAID | UKRAINE

FROM THE AMERICAN PEOPLE

August 14, 2007

Anatoly Kinakh
Minister
Ministry of Economy
Kyiv, Ukraine

Subject: Implementation Letter No. 4 concerning Amendment No. 1 to Millennium Challenge Account Threshold Program Strategic Objective Agreement No. 121-0002

Dear Mr. Minister:

By letter of August 1, 2007, USAID confirmed that the Government of Ukraine (GoU) has fully satisfied the conditions precedent for components 2 and 4 of the Millennium Challenge Account Threshold Program, as set forth in Section 5.2 of the Strategic Objective Agreement No. 121-0002 (the "Agreement"). Accordingly, USAID is now able to grant the GoU the remainder of the funds anticipated for implementing components 2 and 4, namely, an additional \$15,985,000. To effectuate this, we propose to amend the Agreement to increase the grant from \$13,820,000 to \$29,805,000.

Upon your signature of this implementation letter to indicate your agreement, Section 3.1(a) of the Agreement will thereby be amended to read, in its entirety, as follows:

"The Grant. To help achieve the Objective, USAID, pursuant to the Foreign Assistance Act of 1961, as amended, and Section 616 of the Millennium Challenge Act of 2003, hereby grants to the GoU, under the terms of this Agreement, not to exceed Twenty-Nine Million Eight Hundred and Five Thousand United States ('U.S.') Dollars (\$29,805,000) (the 'Grant'). The Grant is made on a gratuitous and non-returnable basis, except as required by the 1992 Bilateral Agreement or by Annex 2 to this Agreement."

Except as amended by this letter, the Agreement remains in force.

REGIONAL MISSION FOR

UKRAINE
19 Natchay Vih Street
Kyiv, Ukraine 04071
Tel: +380 44 517 4000 Fax: 337 3854

BELARUS
46 Starovilenskaya Street
Minsk, Belarus 230002
Tel: +375 17 216 1283 Fax: 211 3052

MOLDOVA
57/1 Sarareacu Bujorilor St., ASITO Bldg 5th Fl.
Chisinau, Moldova 2008
Tel: +373 2 231 440 Fax: 237 277

We appreciate your continued cooperation and support of these important programs.

Sincerely,

/ s /

Earl W. Gast
Mission Director

Agreed:

/ s /

Anatoly Kinakh
Minister of Economy

Date: 17.08.07

S.O. Agreement No. 121-0002

Program Area: 2.2 (A08) [Good Governance]

Program Element: 2.2.4 (A037) [Anti-Corruption Reforms]

Operating Unit: UKRAINE

Bureau: E+E

Fund Code: MCC-

Fund Year: 2007

Amount Obligated this Amendment: \$15,985,000

Total Amount Obligated in Agreement: \$29,805,000

Total Estimated Amount: \$44,970,000