

8 January 2004

Dear Mr. Fetzer,

**Withdrawal of the 2004 contribution from the Government of Germany
to the “Support to local Government Programme” (MOZ/03/005)**

In reference to the agreement signed on 20 November 2003 by the Government of Germany and UNDP, I would like to request the disbursement of the contribution as specified in the schedule of payments (Article I.1) in the amount of Euro 200,000.00 (two hundred thousand Euro), not exceeding USD 229,950.00 (two hundred twenty nine thousand and nine hundred fifty USD).

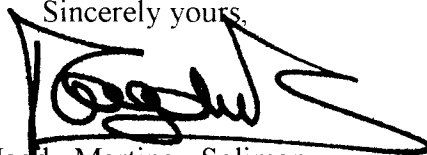
In accordance with the earmarking of the contribution for Mozambique, the funds will be administered under the Country Window of the Thematic Trust Fund.

Please deposit the funds to the following bank account in US Dollars:

UNDP Contributions account
015-002284
JP Morgan Chase Bank
1166 Avenue of the Americas
17th Floor
New York

Let me take this opportunity to thank the Government of Germany for this critical support to Mozambique.

Sincerely yours,

A handwritten signature in black ink, enclosed in a rectangular box. The signature is stylized and appears to read 'Magdy Martinez-Soliman'.

Magdy Martinez-Soliman,
Manager of the Democratic Governance TTF

Dr. Rudolf Fetzer
Director, UN Department
Federal Ministry for Economic Cooperation and Development (BMZ)