

ASIAN DEVELOPMENT BANK Office of Environment and Social Development

25 February 1998

Mr. Rodolfo Severino, Jr.
Secretary-General
Association of South-East Asian Nations,
70 A, Jalan Sisingamangaraja
P.O. Box 2072 Jakarta
Indonesia

Dear Mr. Severino:

Re: Regional Technical Assistance for Strengthening the Capacity of the Association of South-East Asian Nations to Prevent and Mitigate Transboundary Atmospheric Pollution

- 1. We are pleased to inform you that on 24 February 1998 the Asian Development Bank (the "Bank") approved the provision of regional technical assistance ("RETA"), on a grant basis, in an amount not exceeding the equivalent of one million United States dollars (US\$1,000,000) to strengthen the capacity of the Association of South-East Asian Nations ("ASEAN") to prevent and mitigate transboundary atmospheric smoke and haze pollution.
- 2. The RETA will be carried out pursuant to the arrangements described in paragraphs 14-16 and Appendix 5 of the Technical Assistance Report (the "TA Report") attached hereto as Annex 1. As indicated in the TA Report, the Bank is to serve as the Executing Agency for the RETA. The RETA will be implemented by the ASEAN Secretariat in close collaboration with concerned agencies within ASEAN.
- 3. RETA funds will be used to finance the cost of international and local consultants, counterpart inputs, materials and equipment, economic and scientific studies, training, workshops and seminars, publications and related expenditures. The ASEAN Secretariat and associated institutions including the ASEAN Specialized Meteorological Centre will provide the equivalent of two hundred :iousand United States dollars (USS200.000) of counterpart support, including staff

O ADE: Avenue, Mandahiyong City, 0401 Metro Manila, Philippines • Postal Address: P.O. Box 789, 0980 Manila, Philippines Fel. (632) 132-4444 Facsimile (632) 636-2444 Telex 29066 ADB PH, 63587 ADB PN E-Mail adbhq@mail.asiandevbank.org

resources, office and meteorological equipment, and other facilities. The cost estimates and financing plan are set forth in detail in Appendix 4 of the TA Report.

4. 4. If these arrangements are acceptable to you, kindly have both copies of letter countersigned in the space indicated below Please retain oce copy for your records and return one original copy to the Bank.

Yours faithfully,

Kazi F. Jalal

Chief, Office of Environment and Social Development

CONFIRMED:

ASEAN Secretariat

Rodolfo C. Severino, Jr.

Date: 5 March 1998