Telephone: (632) 4652500 Facsimile: (632) 4652505

January 14, 2014

Honorable Corazon Juliano-Soliman Secretary and National Project Director KALAHI-CIDSS Project Department of Social Welfare and Development Batasan Pambansa Complex, Constitution Hills Quezon City

Dear Secretary Soliman:

PHILIPPINES: KALAHI-CIDSS Project (Loan No. 7959 and TF011939); and Community Enterprise Development as Pathway Out of Poverty Project (TF014528) Implementation Support Mission Aide Memoire.

We would like to extend our sincere appreciation to you, your staff, representatives of other national agencies, and members of the National as well as the Regional Project Management Teams for the full participation in the above-subject Mission. We confirm the findings and conclusions of the Mission and endorse the agreements reached as indicated in the attached Aide Memoire.

We would also like to commend the DSWD for having successfully led the implementation of the additional financing operations for the Project which is progressively moving towards achieving its development objective as indicated during the Mission. We are likely pleased to see that there has been substantial progress made in preparing for the full roll-out of the Community Driven Enterprise Development Project.

While we look forward to the smooth completion and closing of the Project, we take this opportunity to express our regret and sympathy to the DSWD about the significant damages and losses of KC investments in Yolanda-affected areas. The Bank reiterates its readiness to provide support to DSWD for purposes of responding to these areas through the remaining grants of KC additional financing and the forthcoming National CDD Program as well as through any further possible partnerships.

We look forward to more fruitful partnership with you and the rest of the DSWD.

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Chiyo Kanda

Acting Country Director, Philippines
East Asia and Pacific Region

Enclosure: as stated

cc: Hon. Cesar V. Purisima, Secretary, Department of Finance

Hon. Arsenio M. Balisacan, Secretary for Socioeconomic Planning and Director General, National Economic and Development Authority

Hon. Florencio B. Abad, Secretary, Department of Budget and Management

Ms. Rosalia V. De Leon, National Treasurer and OIC for International Finance Group, Department of Finance

Mr. Rolando T. Tungpalan, Deputy Director General, National Economic and Development Authority

Ms. Laura Pascua, Undersecretary, Department of Budget and Management

Mr. Mateo G. Montano, Undersecretary and Chief Finance Officer, KALAHI-CIDSS Project, Department of Social Welfare and Development

Ms. Parishya H. Taradji, Undersecretary, Department of Social Welfare and Development

Mr. Camilo G. Gudmalin, Assistant Secretary and Deputy Project Director, KALAHI-CIDSS Project, Department of Social Welfare and Development

Ms. Stella C. Laureano, Director, International Finance Group, Department of Finance

Ms. Erlinda M. Capones, Director, Social Development Staff, National Economic and Development Authority

Mr. Roderick M. Planta, Director, National Economic and Development Authority

Ms. Georgina Ann H. Hernandez, Director, Sustainable Livelihood Program, Department of Social Welfare and Development

Ms. Benilda E. Redaja, Director and National Project Manager, KALAHI-CIDSS Project, Department of Social Welfare and Development

Mr. Layton Pike, Minister Counsellor, Australian Agency for International Development

Mr. Matthew Bohn, Country Manager, Millennium Challenge Corporation

Ms. Marivic Anonuevo, Executive Director, Millennium Challenge Account-Philippines

Mr. Roberto Tan, Executive Director for the Philippines, World Bank

Ms. Enid Agatha Zephyrine, Senior Advisor to the Executive Director for the Philippines, World Bank