

September 16, 2014

**Comments from Germany--Approval by mail: Ukraine Residential Energy Efficiency
Finance Facility (UREEFF) EBRD (CTF)**

Dear Mafalda and colleagues,

We have reviewed the brief proposal presented by EBRD on EE in Ukraine.

Given the fact that EBRD is proposing that the CTF should back/fund a second-loss local currency guarantee, we have also had a look at the document on risk sharing dated June 26, 2014, which was recently circulated by Pamela Crivelli.

Since a second loss and unhedged local currency product is not part of the category 1 or 2 products, we would like to seek clarification if the proposed project is intended to be excluded from the risk sharing mechanism.

We believe that given the nature of the project that this would be most appropriate.

We very much appreciate your feedback on this.

Kind regards

Romeo Bertolini