

April 15, 2016

Mr. Osvaldo L. Gratacós
Compliance Advisor Ombudsman
International Finance Corporation
2121 Pennsylvania Avenue, N.W.
Washington DC 20433

**Subject: IFC Response to the CAO Assessment Report on the Bujagali Hydro Power Project
(Bujagali Energy-07)**

Dear Mr. Gratacós:

IFC would like to thank the CAO for the assessment report regarding Bujagali Hydro Power Project.

IFC remains committed to pursuing a satisfactory outcome. We wish to note that the Uganda Electricity Transmission Company Limited transmission line in question is important to maintaining the stability of the nation's power grid by evacuating electricity from the Nalubaale and Kiira Power Stations, as well as the Bujagali Hydro Power Project.

The IFC project team will support the CAO staff as required during the Bujagali Hydro Power Project compliance appraisal, the next step in the process.

Sincerely,



Rudo Linda Munyengeterwa
Manager
Global Infrastructure & Natural Resources