



July 20, 2018

Ascisclo Valladares Urruela
Minister of Economy
Ministry of the Economy
Guatemala City; Guatemala, C.A.

Subject: Extension of the Millennium Challenge Account Threshold Program Grant Agreement

Dear Minister Valladares Urruela:

The purpose of this Implementation Letter is to extend the Completion Date of the Millennium Challenge Account Threshold Program Grant Agreement (the “*Agreement*”), dated April 8, 2015, between the United States of America, acting through the Millennium Challenge Corporation (“*MCC*”), and the Republic of Guatemala (“*Guatemala*”), acting through its government (the “*Government*,” and, collectively with MCC, the “*Parties*”). Capitalized terms used in this letter are defined in the Agreement and retain the same meaning in this letter unless otherwise noted.

Pursuant to section 6.1 of the Agreement, the Completion Date was initially designated as April 19, 2019, unless the Parties were to agree otherwise. On June 20, 2017, the Program was extended through April 30, 2020. We have received a request from Pronacom to extend the Completion Date through December 31, 2020. After careful evaluation and consideration, Pronacom and MCC have determined that an additional eight months of implementation is necessary to achieve the Program Objective. Therefore, in accordance with Section 7.7(b)(ii) of the Agreement, MCC agrees to extend the Completion Date for a second time, from April 30, 2020 to December 31, 2020. Please note that this proposed extension will be funded through a reallocation of remaining Grant funds, to be determined by Pronacom and MCC no later than September 30, 2018.

If the Completion Date is extended, the scope of the Agreement and all other terms and provisions of the Agreement will remain unchanged and in full force and effect, except as stated herein. It should be noted that the proposed modification: (a) is consistent in all material respects with the Program Objective and the Project Objectives; (b) will not cause the amount of the Grant to exceed the aggregate amount specified in Section 2.1(a) of the Agreement; and (c) will not cause the Government’s responsibilities or contribution of resources to be less than specified in the Agreement.

If you agree with the extension of the Completion Date as proposed in this letter, please indicate your agreement by signing and dating both originals of this letter and return one signed original to me. The terms of this letter and the extension of the Completion Date will enter into force upon your signature.

We are available to discuss the proposed extension and other aspects of the Program at your convenience.

Sincerely,



Thomas Kelly
Acting Vice President
Department of Policy and Evaluation

Acknowledged and agreed:

By:

Title:

Date:



Ministro de Economía
20 de Julio del 2018