

LAO PEOPLE'S DEMOCRATIC REPUBLIC
PEACE INDEPENDENCE DEMOCRACY UNITY PROSPERITY

ELECTRICITE DU LAOS
Southern Region Power System
Development Project



Vientiane Capital, Date 14/03/2018
Our ref. EDL-JICA/SRPSDP-001/18

Report Letter

- Attention to: Project manager of LS-6:
- Subject: Reporting on Compensation for Impact Households that covered of 890 households of 90 villages in districts of 7 villages of two provinces of Savannaketh and Saravan.

Reference: **Project Completion Report and EDL's Final Report of Environmental Monitoring.**

The notice letter for site survey and investigation No. 239/ED, dated 16th/10/2013 and approval notice of withdraw money for compensation No.582 dated 19th/10/2013

On behave of representative of LS-6 project is pleased to inform that during 23-25 Oct 2013, the project had paid first cash of **217,869,720 Kip** for compensation to the impacted villagers/household in Savannakhet province, than the 2nd cash of **203,086,010 Kip** had been paid during 13-17 Feb 2014 and during 22-23/Oct /2014 the 3rd cash of **791,205,793 kip** was paid for impacted villagers in Saravan province. In addition, during 21-24/12/2014, the 4th cash of **156,569,266 kip** was paid completely for compensation.

Savannakhet province:

- Line route of transmission line: The compensation amount about 608,127,524 Kip had been paid completely /covered 406 households of 43 villages in 4 districts of Kaisonem, Champhone , Xaiphouthong and Songkhone
- About **24,141,571 Kip** had been paid completely for 15 additional impacted households.
- The total impacted household of Savanakheth province is counted/covered about 421 households in 43 villages and the total compensation amount is about **632,269,095 Kip.**

Saravan province:

- The line rout of transmission line made impact for 419 household in 47 villages of 3 districts of Nakhonepheng, Vapi and Saravan districts and the compensation amount was completely paid in total of **686,215,558 Kip**
- The additional impacted household of Saravan province is 60 households and the total compensation amount is counted about **50,246,136 Kip.**
- The total impact household in Saravan province is 469 h/h 47 village and paid amount is counted of **736,461,694 Kip.**
- The total compensation amount of two provinces is **1,368,730,789 Kip.**

The handover ceremony for compensation was successfully organized and cooperated with Join Coordinating Committee of the Project including local provincial government officers, villagers. Please refer to attachment of photos for further information.

Therefore, this report is prepared for your information and consideration.
Yours Sincerely

Project Manager of LS-6



Xanaphone PHONEKEO

Attached : The Actual Expenditure of the Project.

2) Actual Expenditure

3) Unit : Mill JPY/USD/LAK

4) Unit : Mill JPY/USD/LAK

5) * JICA Loan Portion

Breakdown of Cost Item	Foreign		Local		Total		
	*JICA (M.Yen) (M.USD)	Lao PDR (M.Yen) (M.USD)	*JICA (Mil. JPY)	Lao PDR (M.LAK) (M.USD)	*JICA (Mil. JPY)	Lao PDR (M.JPY)	Total (MJPY)
Construction Works (M.JPY) (M.USD)	918 23.45	0 3.17			918 2,553	0 345	918 2,898
Price Escalation	0	0	0	0	0	0	0
Contingency	0	0	0	0	0	0	0
Consulting Service (M.JPY) (M.USD)	278 1.04				278 113		278 113
Compensation, Monitoring (M.LAK) (M.USD)				1,369 0		18 0	18 0
UXO Clearance (M.LAK) (M.USD)				0 0.69		0 75.	0 75
Administration Cost				4,476		60	60
Tax and Duties				0			
Interest During Construction Period :							
Total	M.JPY	1,196	0	0	3,862	498	4,360
	M.USD	24.49	3.17	0	0.69	-	-
	M.LAK	0	0	0	5,845	-	-

6)

7)

8) Exchange rate: USD 1 = JPY 108.85, Kip 1 = JPY 0.0134 (average) JICA Loan Portion

9) Exchange rate: USD 1 = JPY 102.40, Kip 1 = JPY 0.0127 (26-03-2014)

10) Exchange rate: USD 1 = JPY 115.29, Kip 1 = JPY 0.0141 (21-02-2017)

(2) Reasons for Difference between the Originally Estimated Cost and Actual Expenditure

1) If there is any difference between Table 1 and Table 2 in Section (1), Please choose the reason (s) from the following list and mark.

- Additional construction cost due to natural disaster/unusual weather
- Increase or decrease due to change in construction period
- Increase or decrease due to inflation
- Increase or decrease due to fluctuation of the exchange rate
- Increase or decrease due to change in the scope/work volume of the Project
- Decrease arising from keen competition in tender
- Unusual circumstances beyond the control of the Executing Agency
- Unrealistic cost estimate/Technical problems
- Others

2) Detailed description of the reason (s) and its background

- Exchange rate of JPY currency to USD falls extremely. 102 to 125 JPY/USD during payment, while 76.77 JPY/USD when the Loan Agreement was made.