



European Bank
for Reconstruction and Development

Mrs. Vladlena Martsynkevych
CEE Bankwatch Network
Na Rozcesti 1434/6
190 00 Praha 9 – Liben
Czech Republic

06 December 2012

Dear Mrs. Martsynkevych,

We acknowledge receipt of your letter dated 2 November 2012 and addressed to banker Ana Berenguel in relation to the Centerra Revolving Debt Facility (project number: 41543). I would like to point out that the Revolving Debt Facility was signed with Centerra in November 2010 after an extensive due diligence of the company and its operations. As part of its monitoring process, the Bank conducts its own review of Centerra operations, takes into account the local views and concerns and also carefully examines the publications and other existing studies and information available at the time.

We note your statement regarding your position on the independence of one of the authors of the Prizma reports. We would point out that we are aware that Environmental Resources Management Ltd (ERM) has been engaged to produce an Independent Environmental Assessment of the Kumtor operations. The assessment team comprised a number of international experts well versed in Best Practice in the mining sector, supplemented by independent Kyrgyz specialists who have detailed knowledge of the local regulatory regime. We understand that the report of this assessment is being made available to the State Commission for their information.

As per whether the EBRD is considering the financing of more projects in Kyrgyzstan or Mongolia, please note that the Bank regularly informs the public of project developments through Project Summary Documents in accordance with the Public Information Policy. All projects which are currently under the consideration by the EBRD in the Kyrgyz Republic and Mongolia are publically available on the Bank's website at <http://www.ebrd.com/saf/search.html?type=project>.

Sincerely,

Kevin Bortz
Director Natural Resources