

MCC Compact Quarterly Financial Report

Country: Nicaragua
 Accountable Entity: MCA-Nicaragua
 Compact Number: COM04NIC06001
 Date Submitted: March 13, 2007

A. Multi-Year Financial Plan Adjustment Request Form

Disbursement Period: April 1, 2007 to June 30, 2007

Out of Cycle Report: Yes [] | No [X]

		Original Program Multi-Year Financial Plan in Compact	Current Approved Multi-Year Financial Plan	Proposed Adjustments (Display all #'s as positive)		Proposed Adjusted Multi-Year Financial Plan
Code	Project (Main) Activity (Sub)	1	(from Schedule B Final Column) 2	Increase (+) 3	Decrease (-) 4	(2+3-4) 5
10	Property Regularization Project					
A	Institutional Capacity Building	5,100,000	5,100,000	0.00	0.00	5,100,000
B	Cadastral mapping	3,300,000	9,800,000	0.00	0.00	9,800,000
C	Land Tenure Regularization	9,800,000	3,300,000	0.00	0.00	3,300,000
D	Database Installation	300,000	300,000	0.00	0.00	300,000
E	Protected Area Demarcation	1,100,000	1,100,000	0.00	0.00	1,100,000
F	Analysis And Communications	4,400,000	4,400,000	0.00	0.00	4,400,000
	Contingency	2,400,000	2,400,000	0.00	0.00	2,400,000
	Sub-Total - Property Regularization Project	26,400,000	26,400,000	0.00	0.00	26,400,000
20	Transportation Project					
A	N-I Corridor	32,000,000	32,000,000	0.00	0.00	32,000,000
B	Secondary Roads	60,000,000	60,000,000	0.00	0.00	60,000,000
C1	Technical Assistance FOMAV	300,000	300,000	0.00	0.00	300,000
C2	Technical Assistance MTI	500,000	500,000	0.00	0.00	500,000
	Sub-Total - Transportation Project	92,800,000	92,800,000	0.00	0.00	92,800,000
			0			
30	Rural Business Development Project					
A	Rural Business Development Services	8,900,000	8,900,000	0.00	0.00	8,900,000
B	Technical and Financial Assistance	8,500,000	8,500,000	0.00	0.00	8,500,000
C	Grants to improve water supply for farming and Forestry	13,310,000	13,310,000	0.00	0.00	13,310,000
	Contingency	3,000,000	3,000,000	0.00	0.00	3,000,000
	Sub-Total - Rural Business Development Project	33,710,000	33,710,000	0.00	0.00	33,710,000
40	MCA Program Administrator and Control and Monitoring and Evaluation					
A1	Establish and operate MCA office	4,000,000	4,728,000	0.00	0.00	4,728,000
A2/A3	Fiscal Agent / Procurment Agent	11,500,000	11,500,000	0.00	0.00	11,500,000
B	Financial Audits	2,450,000	2,450,000	0.00	0.00	2,450,000
C	Monitoring and evaluation	3,259,000	3,259,000	0.00	0.00	3,259,000
	Contingency	918,000	190,000	0.00	0.00	190,000
	Sub-Total - MCA Program Administrator and Control and Monitoring and Evaluation	22,127,000	22,127,000	0.00	0.00	22,127,000
	Grand Totals	175,037,000	175,037,000	0.0	0.0	175,037,000

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B. Summary of Multi-Year Financial Plan Adjustments to Date

Disbursement Period: April 1, 2007 to June 30, 2007
 Out of Cycle Report: Yes [] No [X]

		Jun-06	(Date Here)	(Date Here)	Current Approved Multi-Year Financial Plan Adjustment (to Schedule A, Column 2)
		Adjustment Reported/Approved	Adjustment Reported/Approved	Adjustment Reported/Approved	
Code	Project (Main)	Original Program Multi-Year Financial Plan In Compact			
	Activity (sub)	1	2	3	4, etc.
		1	2	3	4, etc.
10	Property Regularization Project				
A	Institutional Capacity Building	5,100,000	0	0	5,100,000
B	Cadastral mapping	3,300,000	6,500,000	0	9,800,000
C	Land Tenure Regularization	9,800,000	(6,500,000)	0	3,300,000
D	Database Installation	300,000	0	0	300,000
E	Protected Area Demarcation	1,100,000	0	0	1,100,000
F	Analysis And Communications	4,400,000	0	0	4,400,000
	Contingency	2,400,000	0	0	2,400,000
	Sub-Total - Property Regularization Project	26,400,000	0	0	26,400,000
20	Transportation Project				
A	N-I Corridor	32,000,000	0	0	32,000,000
B	Secondary Roads	60,000,000	0	0	60,000,000
C1	Technical Assistance FOMAV	300,000	0	0	300,000
C2	Technical Assistance MTI	500,000	0	0	500,000
	Sub-Total - Transportation Project	92,800,000	0	0	92,800,000
30	Rural Business Development project				
A	Rural Business Development Services	8,900,000	0	0	8,900,000
B	Technical and Financial Assistance	8,500,000	0	0	8,500,000
C	Grants to improve water supply for farming and Forestry	13,310,000	0	0	13,310,000
	Contingency	3,000,000	0	0	3,000,000
	Sub-Total - Rural Business Development Project	33,710,000	0	0	33,710,000
40	MCA Program Administrator and Control and Monitoring and Evaluation				
A1	Establish and operate MCA office	4,000,000	728,000	0	4,728,000
A2/A3	Fiscal Agent / Procurement Agent	11,500,000	0	0	11,500,000
B	Financial Audits	2,450,000	0	0	2,450,000
C	Monitoring and evaluation	3,259,000	0	0	3,259,000
	Contingency	918,000	(728,000)	0	190,000
	Sub-Total - MCA Program Administrator and Control and Monitoring and Evaluation	22,127,000	0	0	22,127,000
	Grand Total	175,037,000	0	0	175,037,000

C. Actual Expenditure and Commitment Report (Current Period)

Disbursement Period: April 1, 2007 to June 30, 2007

Out of Cycle Report: Yes [] No [X]

Cod	Project (Main)	Activity (Sub)	1	2	3	4	5	6	7	8
			Prior Period Actual Re-disbursements	Cumulative Actual Re-disbursements at Beginning of Current Period	Projected Re-disbursements for the Current Period	Projected Cumulative Disbursement as of the End of the Current Period	Projected Unliquidated Commitments as of the End of the Current Period	Projected Cumulative Commitments and Re-disbursements as of the End of the Current Period	Current Approved Multi-year Financial Plan	Projected Balance Multi-year Financial Plan as of the End of Current Period
					(Total of 2 + 3)	(Total of 4 + 5)	(Total of 4 + 5)	(Total of 4 + 5)	(from Schedule B, Final Column)	(total of 7 - 6)
10	Property Regularization Project									
A	Institutional Capacity Building		28,830	29,620	69,537	99,157	33,600	132,757	5,100,000	4,967,243
B	Cadastral mapping		2,910	2,910	2,247	5,157	0	5,157	9,800,000	9,794,843
C	Land Tenure Regularization		0	0	6,933	6,933	0	6,933	3,300,000	3,293,067
D	Database Installation		0	0	0	0	0	0	300,000	300,000
E	Protected Area Demarcation		5,290	5,290	8,915	14,205	0	14,205	1,100,000	1,085,795
F	Analysis And Communications		1,540	1,540	15,171	16,711	0	16,711	4,400,000	4,383,289
	Contingency		0	0	0	0	0	0	2,400,000	2,400,000
	Sub-Total - Property Regularization Project		39,570	39,360	102,804	142,164	33,600	175,764	26,400,000	26,224,236
20	Transportation Project									
A	N-I Corridor		0	0	0	0	0	0	32,000,000	32,000,000
B	Secondary Roads		0	0	0	0	0	0	60,000,000	60,000,000
C1	Technical Assistance FOMAV		0	0	0	0	0	0	300,000	300,000
C2	Technical Assistance MTI		0	0	0	0	0	0	500,000	500,000
	Subtotal - Transportation Project		0	0	0	0	0	0	92,800,000	92,800,000
30	Rural Business Development project									
A	Rural Business Development Services		321,500	539,810	360,002	899,812	72,797	972,609	8,900,000	7,927,391
B	Technical and Financial Assistance		78,400	107,600	61,968	169,568	0	169,568	8,500,000	8,330,432
	Grants to improve water supply for farming and		0	0	47,500	47,500	0	47,500	13,310,000	13,262,500
C	Forestry		0	0	0	0	0	0	3,000,000	3,000,000
	Contingency		0	0	0	0	0	0	0	0
	Subtotal - Rural Business Development Project		399,900	647,410	469,470	1,116,880	72,797	1,189,677	33,710,000	32,520,323
40	MCA Program Administrator and Control and Monitoring and Evaluation									
A1	Establish and operate MCA office		329,560	645,040	324,897	969,937	256,305	1,226,242	4,728,000	3,501,758
A2/A	Fiscal Agent / Procurement Agent		320,330	640,770	320,264	961,034	320,263	1,281,297	11,500,000	10,218,703
B	Financial Audits		0	0	0	0	0	0	2,450,000	2,450,000
C	Monitoring and evaluation		9,970	16,970	25,500	42,470	0	42,470	3,259,000	3,216,530
	Contingency		0	0	0	0	0	0	190,000	190,000
	Sub-Total - MCA Program Administrator and Control and Monitoring and Evaluation		659,860	1,302,780	670,661	1,973,441	576,568	2,550,008	22,127,000	19,576,992
	Grand Total		1,098,330	1,989,550	1,242,936	3,232,485	682,965	3,915,449	175,037,000	171,121,551

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D. Commitment Forecast Report (Next Period)

Disbursement Period: April 1, 2007 to June 30, 2007

Out of Cycle Report: Yes [] No [X]

	Current Approved Multi-Year Financial Plan (from Schedule B, Final Column) 1	Projected Cumulative Commitments and Re- disbursements as of the End of the Current Period (from Schedule C, Column 6) 2	Forecasted Commitments for the Next Period 3	Projected Cumulative Commitment Budget at the End of Next Period (2+3) 4	Projected Uncommitted Balance of Multi-Year Financial Plan at the End of Next Period (1-4) 5
Project (Main) Activity (Sub)					
10 Property Regularization Project					
A Institutional Capacity Building	5,100,000	132,757	523,010	655,767	4,444,233
B Cadastral mapping	9,800,000	5,157	8,897,600	8,902,757	897,243
C Land Tenure Regularization	3,300,000	6,933	76,379	83,312	3,216,688
D Database Installation	300,000	0	0	0	300,000
E Protected Area Demarcation	1,100,000	14,205	142,666	156,871	943,129
F Analysis And Communications	4,400,000	16,711	115,000	131,711	4,268,289
Contingency	2,400,000	0	0	0	2,400,000
Sub-Total - Property Regularization Project	26,400,000	175,764	9,754,655	9,930,419	16,469,581
20 Transportation Project					
A N-I Corridor	32,000,000	0	3,654,000	3,654,000	28,346,000
B Secondary Roads	60,000,000	0	8,509,600	8,509,600	51,490,400
C1 Technical Assistance FOMAV	300,000	0	0	0	300,000
C2 Technical Assistance MTI	500,000	0	0	0	500,000
Sub-Total - Transportation Project	92,800,000	0	12,163,600	12,163,600	80,636,400
30 Rural Business Development project					
A Rural Business Development Services	8,900,000	972,609	1,017,347	1,989,956	6,910,044
B Technical and Financial Assistance	8,500,000	169,568	132,500	302,068	8,197,932
C Grants to improve water supply for farming and Forestry	13,310,000	47,500	1,382,300	1,429,800	11,880,200
Contingency	3,000,000	0	0	0	3,000,000
Sub-Total - Rural Business Development Project	33,710,000	1,189,677	2,532,147	3,721,824	29,988,176
40 MCA Program Administrator and Control and Monitoring and Evaluation					
A1 Establish and operate MCA office	4,728,000	1,226,242	1,025,218	2,251,460	2,476,540
A2/A3 Fiscal Agent / Procurement Agent	11,500,000	1,281,297	4,945,449	6,226,746	5,273,254
B Financial Audits	2,450,000	0	102,000	102,000	2,348,000
C Monitoring and evaluation	3,259,000	42,470	2,048,500	2,090,970	1,168,030
Contingency	190,000	0	0	0	190,000
Sub-Total - MCA Program Administrator and Control and Monitoring and Evaluation	22,127,000	2,550,008	8,121,167	10,671,175	11,455,825
Grand Total	175,037,000	3,915,449	32,571,569	36,487,018	138,549,982

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E. Forecasted Program Cash Requirements for Next Period

Disbursement Period: April 1, 2007 to June 30, 2007

Out of Cycle Report: Yes [] No [X]

		Projected Cumulative Re-disbursement Through the Current Period	Forecasted Cash Requirements for the Next Period	Forecasted Cumulative Re-disbursements As of the End of Next Period
Code	Project (Main) Activity (Sub)	1 (from Schedule C, Column 4)	2	3 (1 + 2)
10	Property Regularization Project			
A	Institutional Capacity Building	99,157	648,010	747,167
B	Cadastral mapping	5,157	467,000	472,157
C	Land Tenure Regularization	6,933	76,379	83,312
D	Database Installation	0	1,600	1,600
E	Protected Area Demarcation	14,205	139,866	154,071
F	Analysis And Communications	16,711	115,000	131,711
	Contingency	0	0	0
	Sub-Total - Property Regularization Project	142,164	1,447,855	1,590,019
20	Transportation Project			
A	N-I Corridor	0	290,239	290,239
B	Secondary Roads	0	500,777	500,777
C1	Technical Assistance FOMAV	0	0	0
C2	Technical Assistance MTI	0	0	0
	Subtotal - Transportation Project	0	791,016	791,016
30	Rural Business Development project			
A	Rural Business Development Services	899,812	477,200	1,377,012
B	Technical and Financial Assistance	169,568	125,000	294,568
C	Grants to improve water supply for farming and Forestry	47,500	171,000	218,500
	Contingency	0	0	0
	Subtotal - Rural Business Development Project	1,116,880	773,200	1,890,080
40	MCA Program Administrator and Control and Monitoring and Evaluation			
A1	Establish and operate MCA office	969,937	304,878	1,274,816
A2/A3	Fiscal Agent / Procurment Agent	961,034	320,263	1,281,297
B	Financial Audits	0	25,000	25,000
C	Monitoring and evaluation	42,470	145,800	188,270
	Contingency	0	0	0
	Sub-Total - MCA Program Administrator and Control and Monitoring and Evaluation	1,973,441	795,941	2,769,382
	Grand Total	3,232,485	3,808,012	7,040,497

Cash Reconciliation & Interest

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Country: **Nicaragua**
 Accountable Entity: **MCA-Nicaragua**
 Compact Number: **COM04NIC06001**
 Date Submitted: **March 13, 2007**

Disbursement Period: April 1, 2007 to June 30, 2007

Out of Cycle Report: Yes [] | No [X]

Cash Reconciliation

1. Cash Balance From Beginning of Current Period	1,538,533	
2. a. Add: MCC Disbursement Received and Date Received	1,744,227	
2. b. Interest Earned and Received	25,009	
2. c. Amount and Source of Other Cash Received	-	
3. Total Sources of Cash This Period, (Lines 2.a + 2.b + 2.c)	1,769,236.00	
4. Total Cash Available, (Lines 1 + 3)	\$ 3,307,769.00	
5. a. Less: Total Program Re-Disbursements (from Schedule C, Column 3)	1,242,935	
5. b. Interest Returned to the US Government	32,358	
6. Total Uses of Cash This Period, (Lines 5.a + 5.b)	1,275,292.66	
7. Cash Balance at End of the Current Period, (Lines 4 - 6)	\$ 2,032,476.34	

Interest Summary - December 13, 2006

1. Cumulative Interest Earned and Received as of Beginning of Current Period	37,173	
2. Interest Earned and Received During the Current Period	32,358	
3. Total Interest Earned as of End of the Current Period, (Lines 1 + 2)	\$ 69,531	
4. Cumulative Interest Returned as of Beginning of the Current Period	0	
5. Interest Returned to the US Government During the Current Period	37,173	
6. Total Cumulative Interest Returned During the Current Period, (Lines 4 + 5)	\$ 37,173	
7. Interest Due to Be Returned, (Lines 3 - 6)	\$ 32,358	

Interest Summary - March 13, 2007

1. Cumulative Interest Earned and Received as of Beginning of Current Period	69,531	
2. Interest Earned and Received During the Current Period	25,009	
3. Total Interest Earned as of End of the Current Period, (Lines 1 + 2)	\$ 94,540	
4. Cumulative Interest Returned as of Beginning of the Current Period	37,173	
5. Interest Returned to the US Government During the Current Period	32,358	
6. Total Cumulative Interest Returned During the Current Period, (Lines 4 + 5)	\$ 69,531	
7. Interest Due to Be Returned, (Lines 3 - 6)	\$ 25,009	

Version
11_27_06

FORM OF MCC DISBURSEMENT REQUEST

Country	Nicaragua
Projects	1) Property Regularization 2) Transportation Project 3) Rural Business Development Project 4) MCA Program Administrator - Monitoring & Evaluation / Fiscal Agent and Procurement Agent.
Compact Date/ Entry into Force Date	July 14, 2005 / May 26, 2006
Compact Number (note on exchange of letters required for Entry into Force)	COM04NIC06001
Accountable Entity	MCA-Nicaragua
Fiscal Agent	Louis Berger Group
Request Date	March 12, 2007
Disbursement Period Beginning Date	April 01, 2007
Disbursement Period Ending Date	June 30, 2007
Disbursement Number	Four (4)
Currency	US Dollars
Exchange Rate used to calculate U.S. Dollar equivalent of any local currency balance for purposes of this MCC Disbursement Request	C\$ 18.00/ USD 1

A. Disbursement Request: The undersigned hereby requests the Millennium Challenge Corporation to disburse funds under the Compact as follows:

1. Cash requested from the Millennium Challenge Corporation (amount in USD)	USD 2,300,545
2. Amount requested in words (in USD)	Two million three hundred thousand five hundred forty five US dollars

B. Disbursement Request Calculation:

1. Total Forecasted Program Cash Requirements - (from Financial Report)	3,808,012	
2. Interest to be Returned to the US Government Next Period:	25,009	
3 Working Capital Balance:	500,000	
4. Total, (Lines 1 + 2 + 3)		\$ 4,333,021
5. Cash Balance at End of Current Period - (from Financial Report)		\$ 2,032,476
6. Disbursement Request From MCC (Lines 4 - 5)		\$ 2,300,545
7. a. Cash requirements for 1st Month of Next Period	0	
7. b. Cash requirements for 2nd Month of Next Period	1,049,582	
7. c. Cash requirements for 3rd Month of Next Period	1,250,963	


C. Compliance: the undersigned confirms that the MCC Disbursement requested hereby is in accordance with the terms and conditions set forth in the Compact, the Disbursement Agreement (as defined below) and each Compact Document (as defined in the Disbursement Agreement), including the limitations on the use or treatment of MCC Funding set out in Section 2.3 of the Compact

D. Authorization: the undersigned acknowledges that funds disbursed in accordance with this request will be deposited in a Permitted Account in accordance with the wiring instructions provided pursuant to Section 1(a)(iii) of the Disbursement Agreement dated as of May 23, 2006 by and among the Ministry of Finance, on behalf of the Government of Nicaragua, the Millennium Challenge Corporation and MCA-Nicaragua (the "**Disbursement Agreement**").

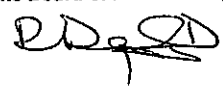
E. Certificates: Attached hereto are the certificates required under Section 3.2 of the Disbursement Agreement.

F. Definitions: Capitalized terms used herein shall have the meanings assigned to such terms in the Compact by and between the Government of Nicaragua and the United States, acting through the Millennium Challenge Corporation, dated July 14, 2005 and entered into force on May 26, 2006.

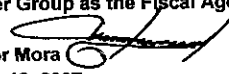
Signed by the Chief Executive Officer of MCA-Nicaragua

By: 
Name: Juan Sebastián Chamorro
Date: March 12, 2007

Certified by the Chair of the Board of MCA-Nicaragua

By: 
Name: Rodolfo Delgado
Date: March 12, 2007

Louis Berger Group as the Fiscal Agent

By: 
Name: Minor Mora
Date: March 12, 2007