

MEMORANDUM

TO: Multi-Buyer, Bank Letter of Credit and Repetitive Policy Holders,
Insurance Brokers, Delegated Authority Lenders and City-State Partners

FROM: Ex-Im Bank Business Development

SUBJECT: Country Limitation Schedule (CLS)

Cover Policy Changes: A new CLS with the following cover policy changes is effective March 24, 2005:

Armenia: Opened short- and medium-term transactions in the public sector.

Chad: Opened for short- and medium-term programs in the public and private sectors.

Ghana: Opened for all transactions in the public sector and for long-term transactions in the private sector. (Please check in *Note Changes* below for restrictions to Ex-Im Bank activities.)

Macedonia: Opened for long-term transactions in the public and private sectors.

Pakistan: Opened for short- and medium-term transactions in the private sector.

Note Changes: Please also be advised that changes to Notes have been made with respect to the following countries:

Chad: Added Notes #1, 4, 5 and 10 and removed Notes #11a and 11b.

Ghana: Added Notes #10 and 12a and removed Notes #11a and 13.

Macedonia: Removed Note #13.

Pakistan: Added Note #4.

Text Change: Please note the following change to the text of the CLS. Note #2 now reads:

For sovereign transactions in the People's Republic of China (“China”), Ex-Im Bank will typically require an indication of Chinese government support in the form of a “Notice of MOF Guarantee” as defined in the Framework Agreement, dated January 24, 2005 between the Ministry of Finance of China and Ex-Im Bank.

For public sector non-sovereign and private sector transactions under medium- and long-term programs, Ex-Im Bank will consider transactions with financial institutions or other entities that are able to provide detailed financial information sufficient to enable Ex-Im Bank to reach a credit conclusion.

Under short-term insurance policies for public sector non-sovereign transactions, the use of Discretionary Credit Limits and Country Limits of Liability typically requires the obligation of one of the following: the Bank of China, the China Development Bank, the China Construction Bank, the Industrial and Commercial Bank of China, or the Bank of Communications. For private sector transactions, Discretionary Credit Limits are not available, and cover is not available unless specified in a Special Buyer Credit Limit endorsement or an Issuing Bank Credit Limit endorsement.

Coverage under the Working Capital Guarantee Program (WCGP) requires that the transaction be supported by an irrevocable Letter of Credit issued by a bank referenced in the immediately preceding paragraph, or by a bank pre-approved by Ex-Im Bank. Exceptions may be made for private sector transactions that are insured for comprehensive political and economic risk.

For more information, please visit Ex-Im Bank’s Web site at www.exim.gov or call 1-800-565-EXIM.