

March 3, 2015

Mr. Osvaldo L. Gratacós
Compliance Advisor Ombudsman
International Finance Corporation
2121 Pennsylvania Avenue, N.W.
Washington DC 20433

Subject: IFC's Management Response to the CAO Assessment Report on the Second Complaint regarding IFC Investment in Lydian International 3 (Project #27657), Gndevaz, Armenia

Dear Mr. Gratacós:

Thank you for sending us the CAO Assessment Report dated February 2015 on the second complaint by representatives of the communities of Gndevaz, Armenia, with regard to Lydian International's Amulsar gold mine exploration project in Armenia.

Having followed the CAO assessment process closely, we note that the complainants decided to proceed to resolve the issues by using the CAO dispute resolution process.

IFC remains committed to pursuing a satisfactory outcome. The IFC project team will be pleased to support the dispute resolution process and remains available to the CAO staff as required.

Sincerely,



Jan Wehebrink
Manager, Global Portfolio
Infrastructure and Natural Resources