

OFFICE MEMORANDUM

DATE: July 12, 2005

TO: Ms. Meg Taylor, Compliance Advisor/Ombudsman

FROM: Rachel Kyte, Director, CES
Jean-Paul Pinard, Director, CAG

EXTENSION: 85327/30517

SUBJECT: CAO Report on IFC's Investment in Amaggi

IFC welcomes the CAO's report and notes the CAO's conclusion that IFC followed its procedures and policies with regard to categorization.

Other comments made in the report will be taken up in the context of a forthcoming supervision visit and of the technical support provided to the Company through IFC's Corporate Citizenship Facility.

IFC looks forward to updating the CAO on our progress in future.

cc: A. Jabre, F. Khambata, A. Mehta