

A faint, stylized globe graphic is visible on the left side of the slide, partially obscured by the dark blue background.

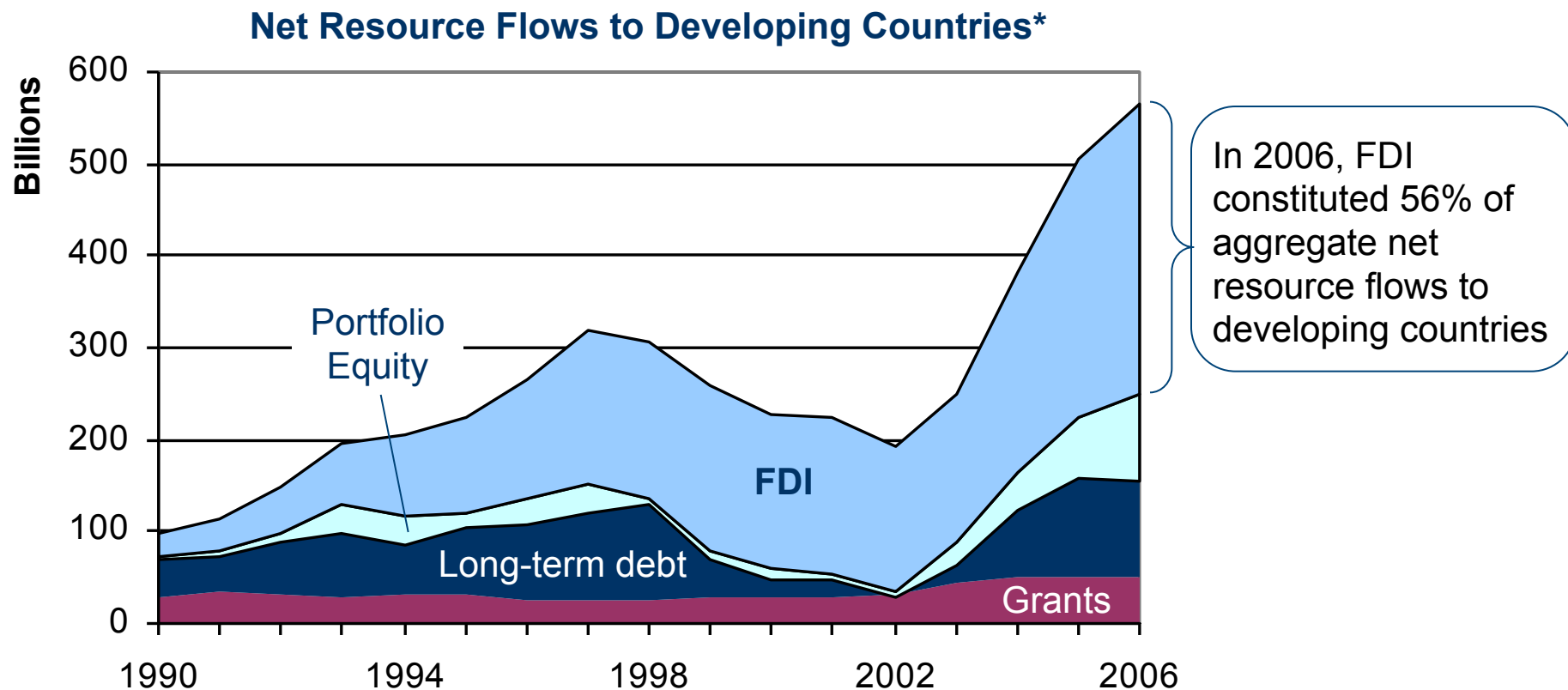
MIGA's Operations

Multilateral Investment Guarantee Agency

July 30th, 2007



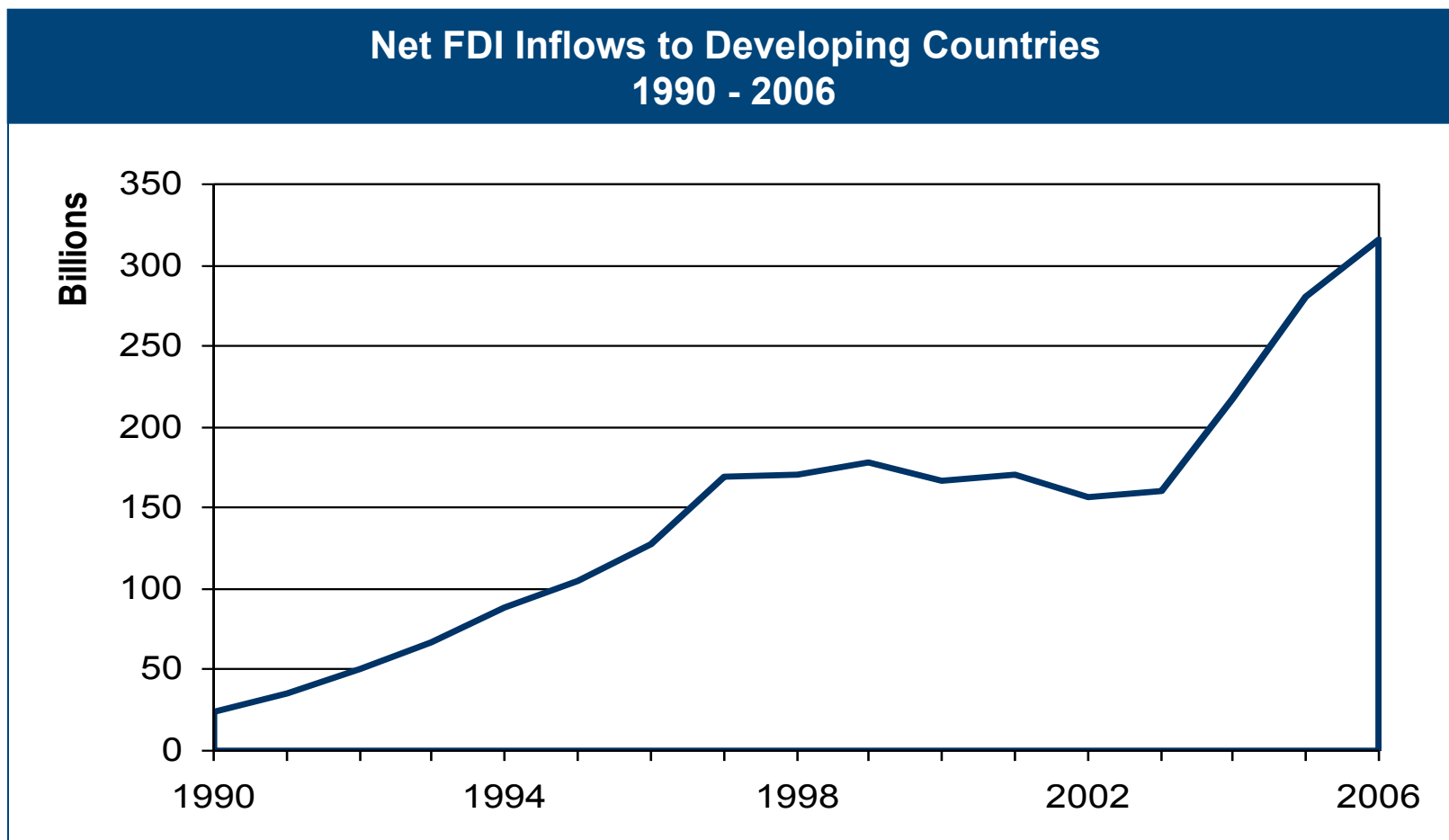
FDI is crucial to development finance...



*Aggregate Net Resource Flows defined as net FDI inflows plus net flows on long-term debt, plus portfolio equity and grants.

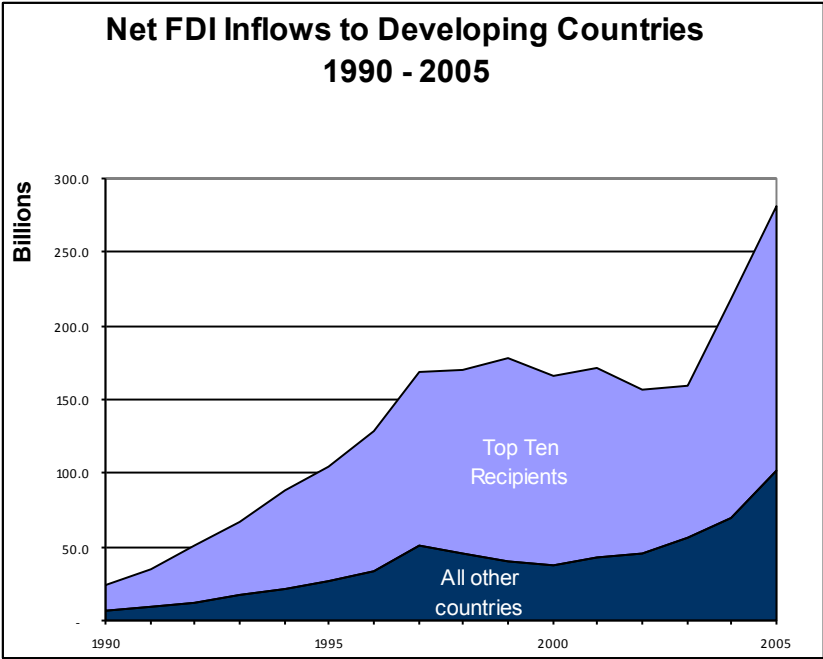
Source: Global Development Finance Database, 2007

...is growing rapidly...

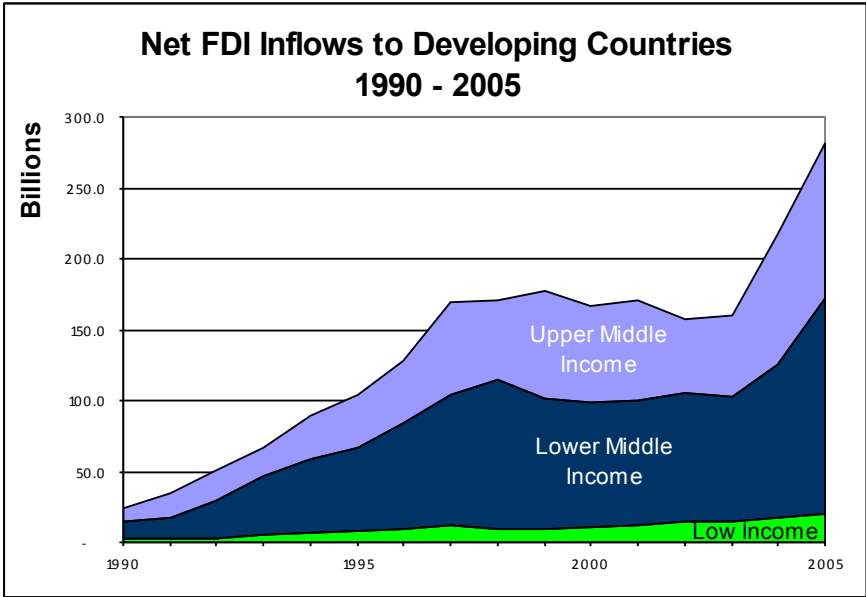


Source: Global Development Finance Database, 2007

...and is concentrated in a handful of countries.



Source: Global Development Finance Database, 2007



Source: Global Development Finance Database, 2007

Challenges Investors Face

Judicial/Legal
Framework

Political
Instability

Respect for
Contracts

Currency
Instability

Regulatory
Inconsistency

Our clients tell us...

“The lack of respect for contracts and renegotiation is a problem throughout the region.”

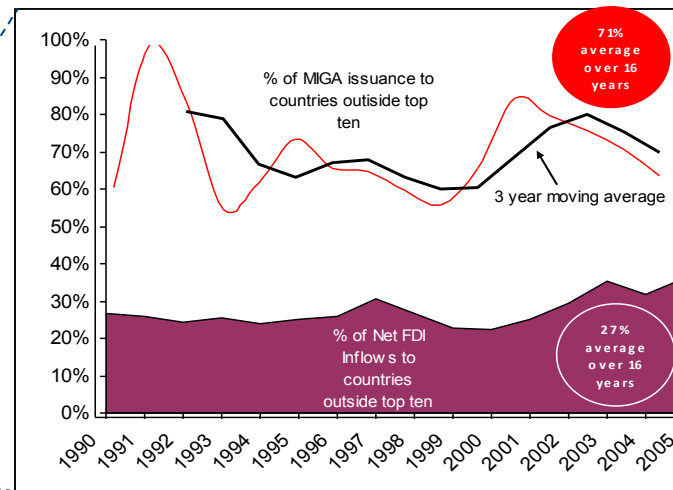
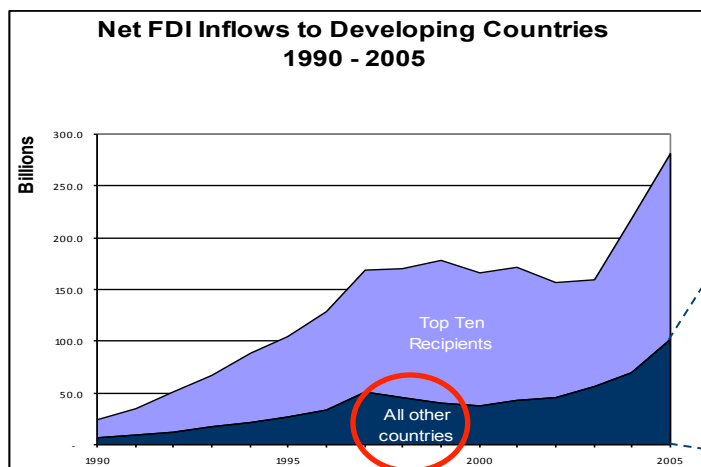
“We are never sure of our contracts – we live with constant insecurity.”

“We do not want to invest in countries in which the rules are frequently and suddenly changed.”

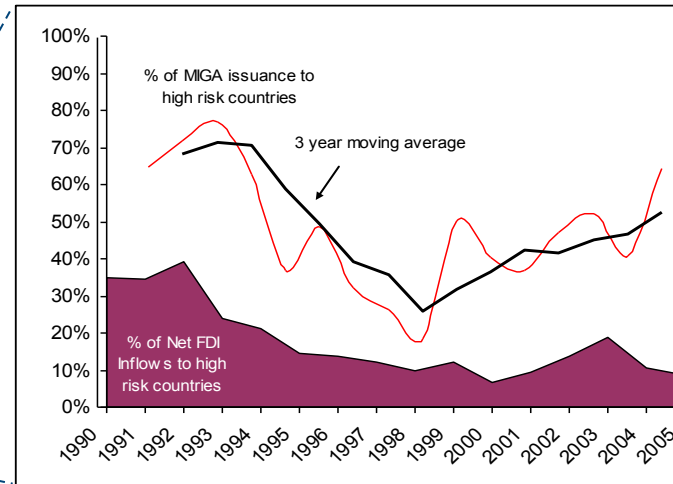
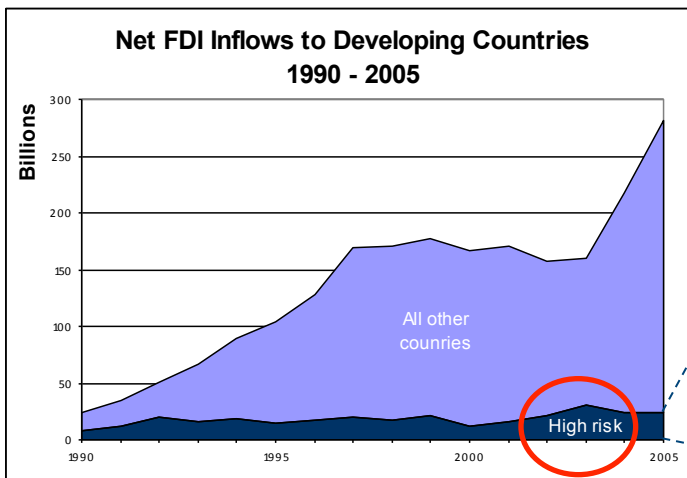
... they need predictability.

MIGA is active in under-served markets

MIGA encourages FDI flows to less established markets



MIGA supports projects in "high risk" countries*

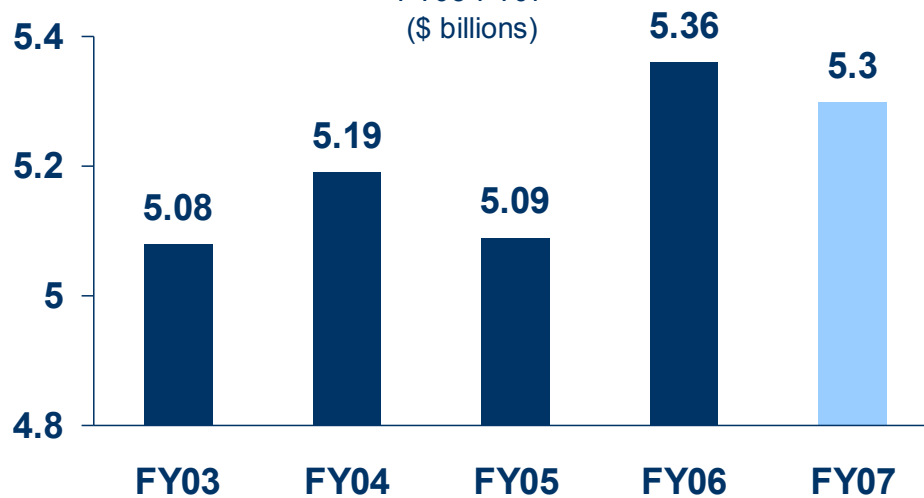


*"High risk" countries defined as having an *Institutional Investor* credit score of 30 or lower.

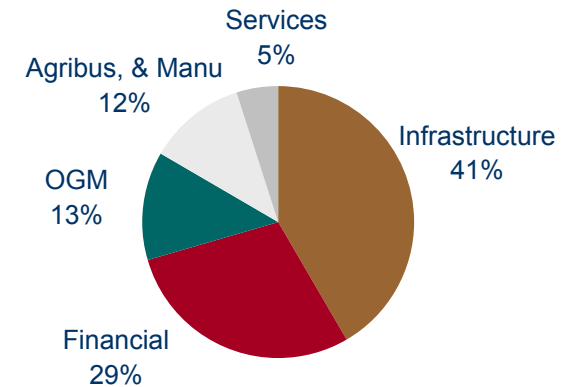
Portfolio

MIGA's Gross Portfolio

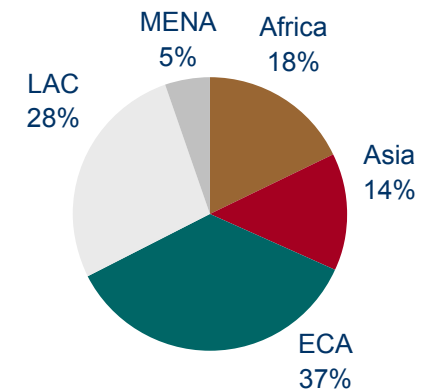
FY03-FY07
(\$ billions)



By Sector

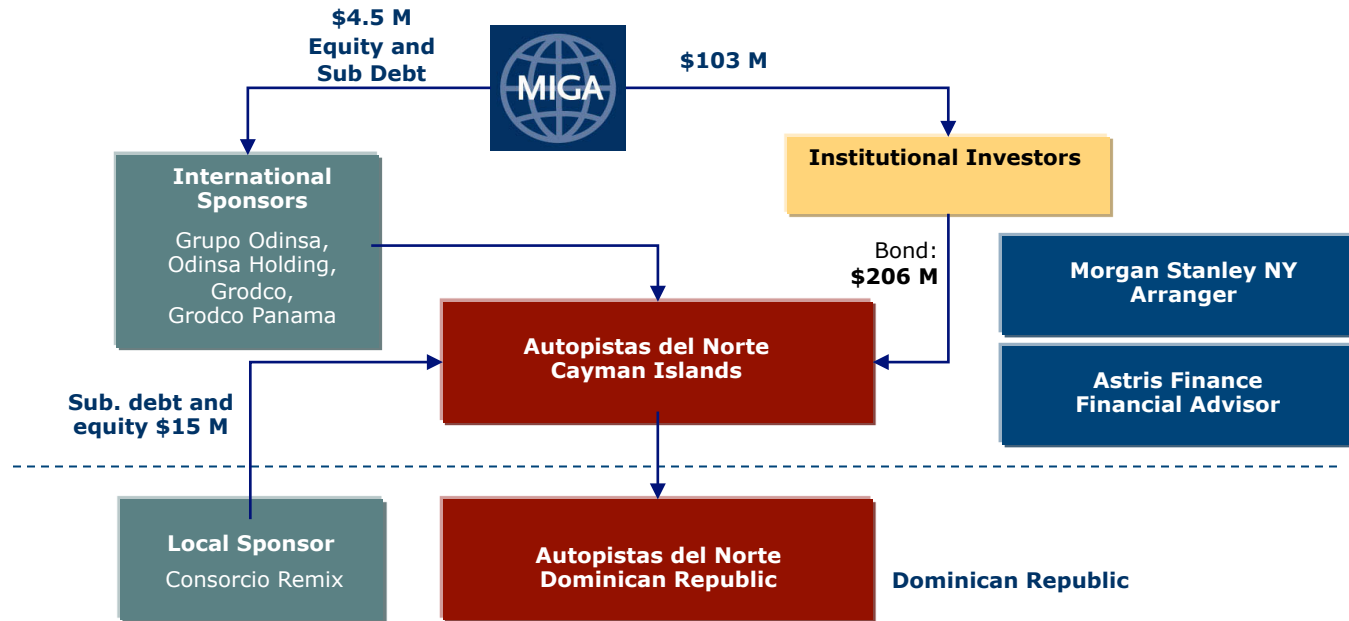


By Region



Numbers may not total to 100% due to rounding.

Case Study 1: “Autopistas del Nordeste” Toll Road, Dominican Republic



MIGA supports an 33-year toll road concession financed through a capital markets transaction (“144a” private placement)

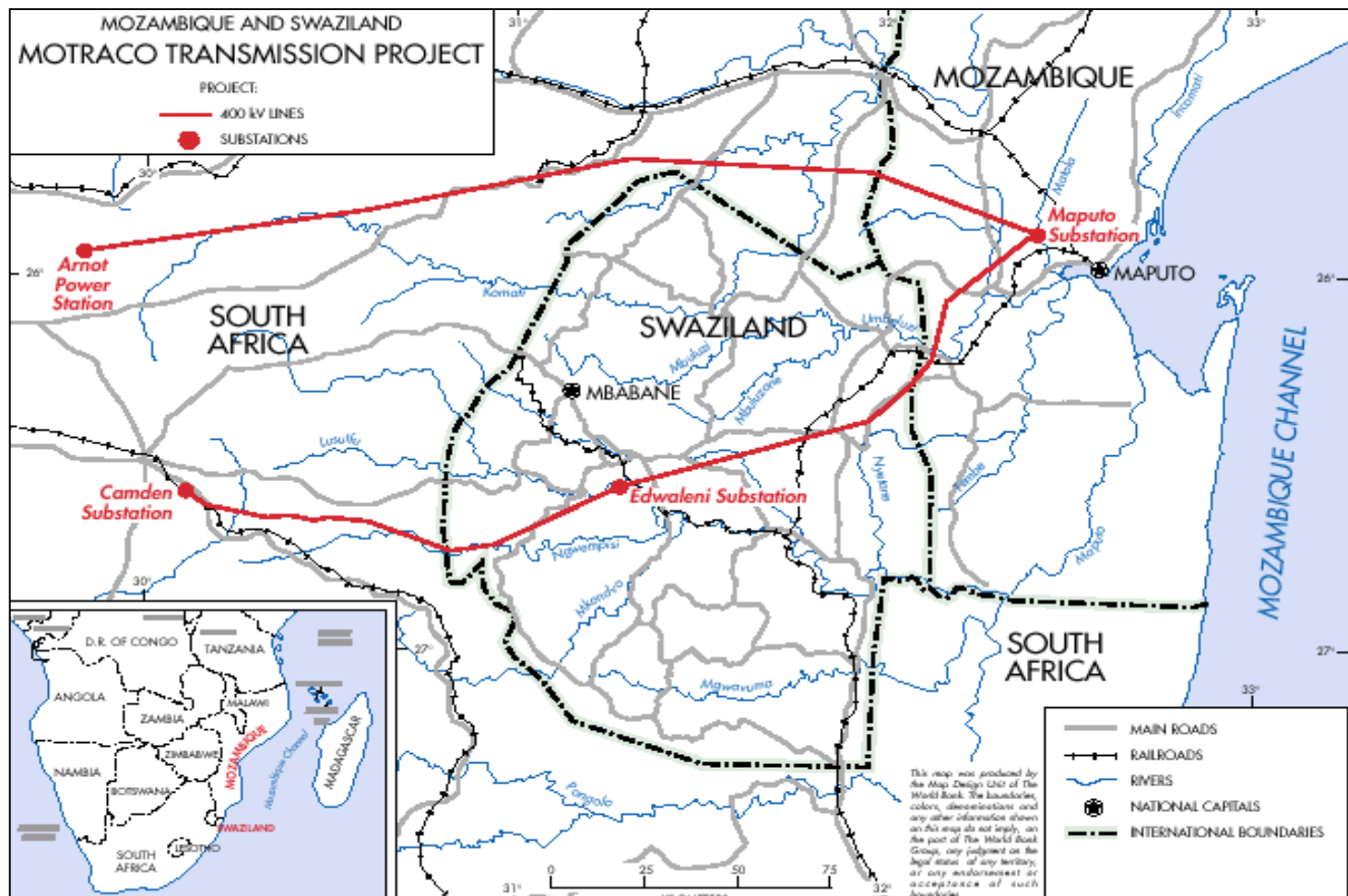
✓ Rating increase with only 51% MIGA coverage

✓ 40% oversubscribed

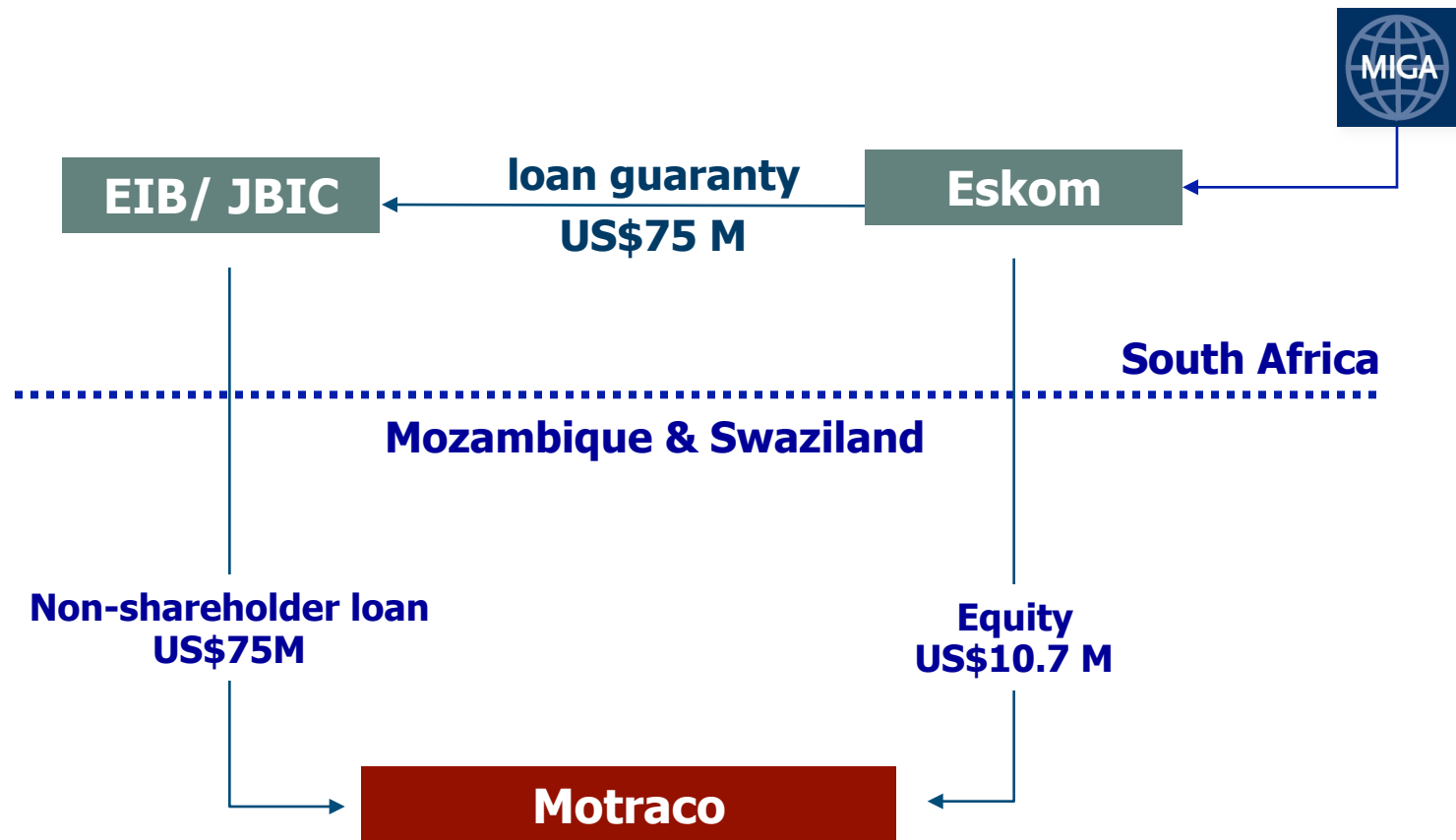
✓ **Absent MIGA coverage, long-term financing was not available**

✓ Innovative and speedy use of PRI to raise financing

Case Study 2: “Motraco” Transmission lines from SA to Mozambique



Case Study 2: “Motraco” Transmission lines from SA to Mozambique



Case Study 3: Emergency power - Brazil

Keppel Energy: 190MW Power Barges

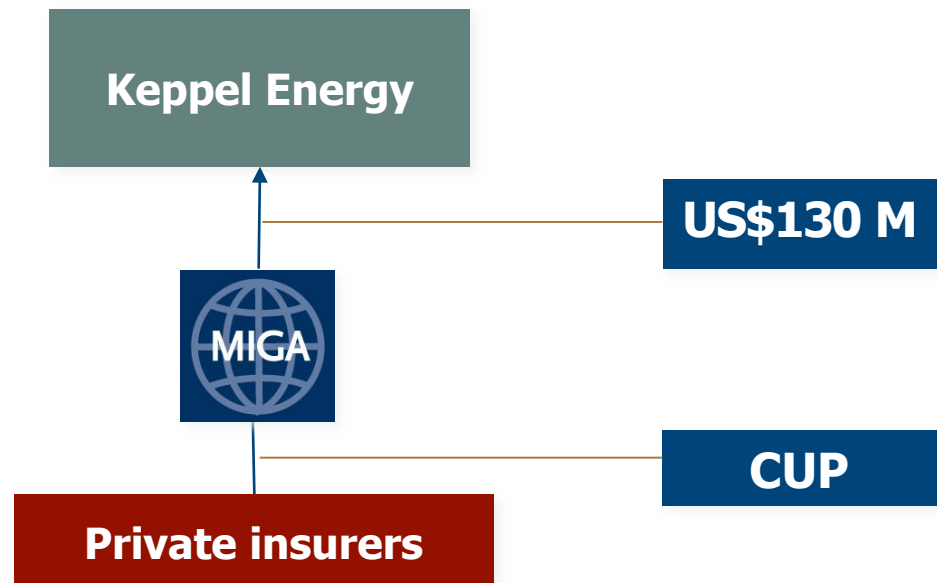
- Installation, operation and maintenance of a barge-mounted emergency power generation facility
- Severe energy crisis, caused by under-investment in new generation and transmission capacity; made worse by a series of droughts in recent years (heavy dependence on hydro generating facilities)



Case Study 3: Emergency power - Brazil

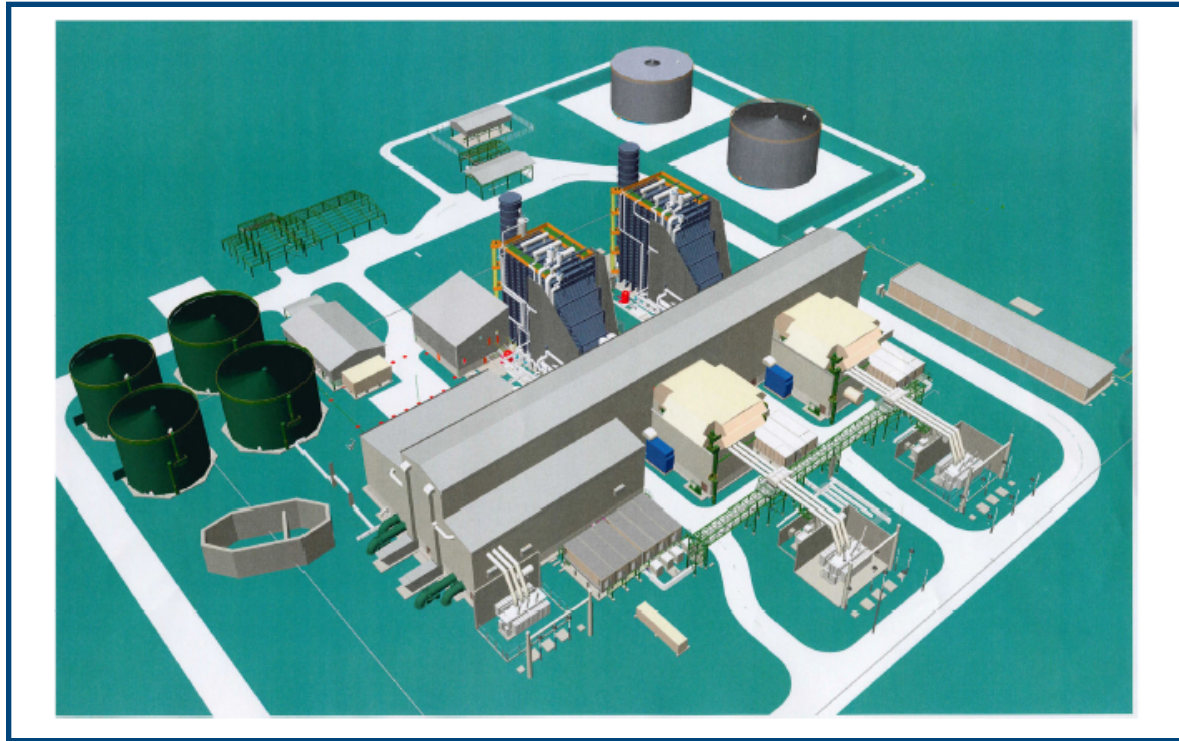
Perceived risks:

- Transfer restriction/inconvertibility
- Failure by the host government to honor its payment obligations under the Host Government Guarantee to the Electrical Power Supply Contract



Case Study 4: Phu My III Gas Fired Power project – Vietnam

Construction, on a BOT basis, of a 716 MW base load combined cycle gas-fired power plant, in Ba Ria, 70 km south-east of Ho Chi Minh City (Vietnam's follow-up to its first BOT Phu My 2.2)

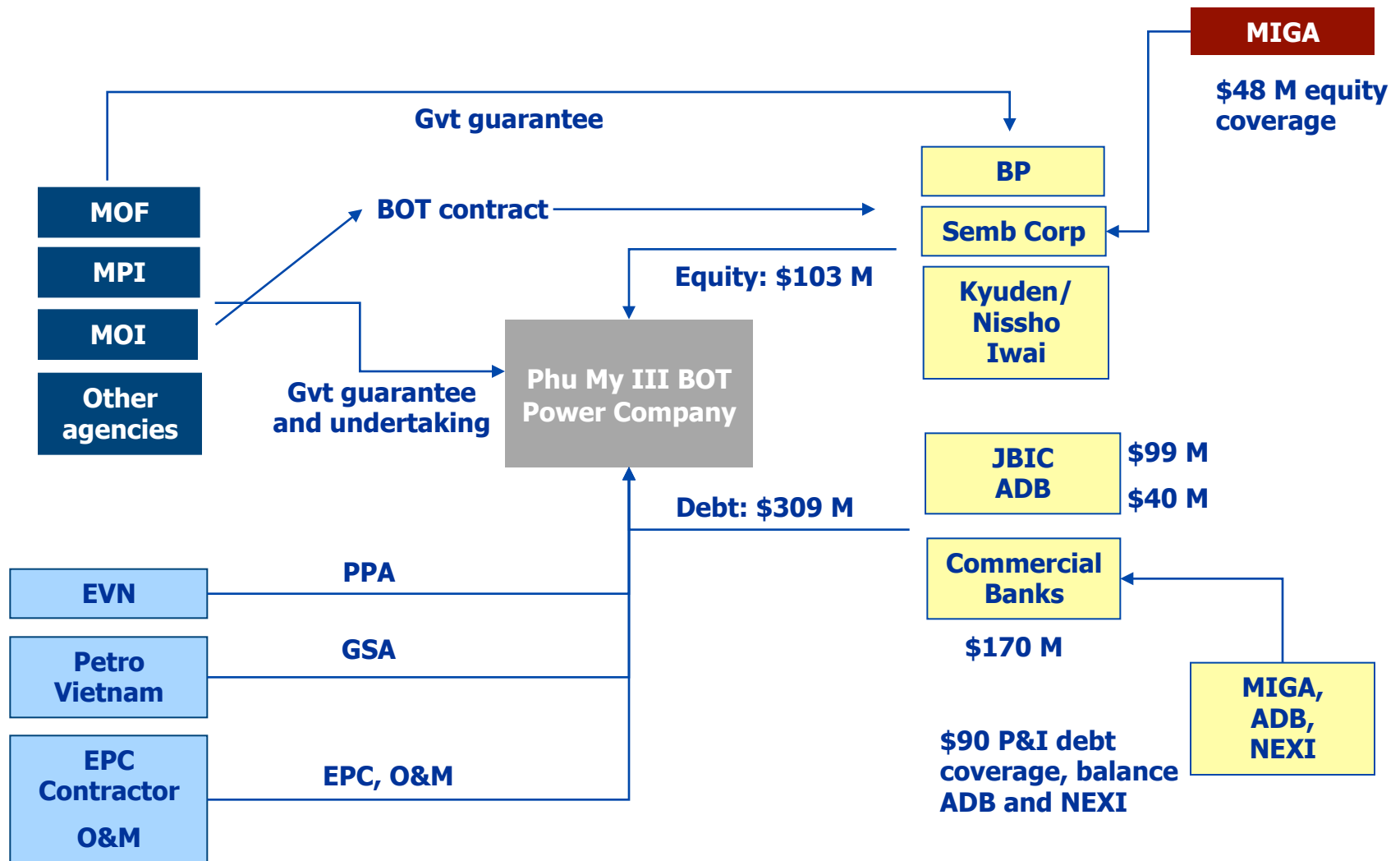


Case Study 4: Phu My III Gas Fired Power project – Vietnam



Total cost:	\$412 million
Debt:	\$309 million
Sponsors:	BP, Sembcorp, Nissho Iwai, Kyushu
EPC:	Siemens
Gas supplier:	BP operated Block 06.1, approximately 450 km offshore southern Vietnam in the South China Sea
Lead arrangers:	BoTM; Crédit Agricole, Crédit Lyonnais, Fortis, Mizuho
Bi/Multilateral support:	ADB, MIGA / JBIC, NEXI

Case Study 4: Phu My III Gas Fired Power project – Vietnam



MIGA's Value Added

- **PRI is a highly specialized, niche market**
- **Branding: MIGA is recognized as a market leader in the industry**
- **Project finance structuring**
- **Mediating disputes / relationship with government**
- **Helping investors access funding**
- **Lowering borrowing costs**
- **Increasing tenors**
- **Extensive country knowledge**
- **Ensuring environmental and social safeguard standards are met**

Providing comfort to our clients by improving their projects' risk profiles