

## ANNEX 1 TO THE GRANT AGREEMENT

Project title		Project PN
Land Governance and Environmental Control in the Amazon		G-012328-002

Schedule of estimated costs			
Exchange rate for the conversion of EUR into reporting currency:		<b>BRS</b>	<b>6,24550</b>
		Total Budget in EUR (for information purposes only)	Total Budget in BRS
<b>1</b>	<b>Experts</b>	<b>1.393.067,18</b>	<b>8.700.400,74</b>
1.1	International personnel		-
1.2	National personnel	44.750,00	279.486,11
1.3	Project personnel in Germany		-
1.4	Integrated experts		-
1.5	Returned experts		-
1.6	Internal technical/ admin. services in a GIZ Head office	35.000,00	218.592,49
1.7	Internal technical/ admin. services in a GIZ Country office	44.320,00	276.800,55
1.8	Consulting contracts (incl. travel costs)	1.063.997,18	6.645.194,14
1.9	Travel costs	205.000,00	1.280.327,45
1.10	Development workers		-
<b>2</b>	<b>Procurement</b>	<b>35.834,01</b>	<b>223.801,30</b>
2.1	Procurement of goods and equipment	35.834,01	223.801,30
2.2	Construction contracts and procurement of construction materials		-
<b>3</b>	<b>Financing</b>	<b>-</b>	<b>-</b>
3.1	Grants to partners		-
3.2	Local subsidies <sup>1</sup>		
3.3	Grants to other donors		
3.4	Grants and subsidies (German and international)		
3.5	Scholarship		
<b>4</b>	<b>Other Direct Costs</b>	<b>42.625,85</b>	<b>266.219,74</b>
4.1	Costs at the Academy for International Cooperation (AIZ)		-
4.2	Apportionments and allocations Head office	144,83	904,54
4.3	Operating costs in country of assignment	42.481,02	265.315,20
4.4	Preliminary costs for proposal preparation		-
4.5	Other expenses and revenues		-
<b>5</b>	<b>Total Direct Costs<sup>2</sup></b>	<b>1.471.527,04</b>	<b>9.190.421,78</b>
<b>6</b>	<b>Indirect Costs (Overheads and risk mark up)<sup>3</sup></b>	<b>228.472,96</b>	<b>1.426.927,82</b>
<b>7</b>	<b>German VAT</b>	<b>-</b>	<b>-</b>
<b>8</b>	<b>Total Costs</b>	<b>1.700.000,00</b>	<b>10.617.349,60</b>

### Note:

As GIZ has no basic institutional funding, it operates on the basis of full cost recovery through the contracts/commissions it receives for projects and services. Full costs are consistent of direct project cost and indirect cost (overheads and risk mark-up).

**1) Local Subsidies** are Financing Agreements. The recipients are local organisations that do not yet have sufficient technical, commercial or administrative capacity. GIZ supports and advises the recipient on how best to implement the agreed measure and to administer the funds received in line with the terms of the agreement.

**2) Direct costs** are all costs that can be directly charged to a project (e.g. costs for experts, travel costs, procurement of materials and equipment, grants and local subsidies, training costs and other operating and administration costs). Direct project costs also include allocated project costs, that are in direct causal relation with the project and that are allocated to projects based on timesheets or other allocation formulas.

**3) Indirect Costs** are costs that cannot be allocated or cannot be allocated in an economic process to projects directly.  
**Overhead costs** reflect the administrative costs for procedures such as HR administration and payroll management, communications, legal services, IT services and all other administrative costs. The indirect costs are not fixed rates and are allocated to the projects in a multi-stage mark-up procedure based on the user-pays principle.  
**A risk mark up** must be calculated, in accordance with German pricing law, to cover the company risk, this amounts to 1,25%

**4) GIZ company currency is Euro. The conversion of the budget from Euro into BRS is done with the following exchange rate: 6,24550**