

NOTIFICATION OF AWARD

The Telecommunication Regulation Authority (*TRA*) has awarded the Medium-Term Regulatory Adviser to the Telecommunication Regulation Authority (*TRA*) contract as part of the Pacific Regional Connectivity Program 2:Palau-FSM Connectivity Project (P130592) (reference number FM-TRA-98601-CS) to Castalia Limited. The method of selection was quality based selection as per the Procurement Regulations (available on www.worldbank.org).

Four consultants submitted Technical Proposals:

- Castalia;
- Kalba International, Inc.;
- King & Wood Mallesons and Incyte Consulting; and
- Telecommunication Management Group, Inc.

The Technical Proposal of Kalba International, Inc. was rejected because it failed to meet the minimum qualifying technical score.

Castalia was the successful consultant.

The final total contract price is \$799,578. The contract duration is thirty-four months.

The objective of the assignment is to assist in establishing the *TRA* as a Pacific leading regulatory body, capable of fulfilling its mandate and responsibilities under the Act effectively and efficiently in the long-term interests of users of telecommunications services in FSM.

The Beneficial Ownership Disclosure Form is attached.

Name and address of the Client (*TRA*):

Telecommunication Regulation Authority

Suite 1A, Varner-Boylan building
PohnUmpomp, Nett Municipality
Federated States of Micronesia

Beneficial Ownership Disclosure Form

INSTRUCTIONS TO CONSULTANTS: DELETE THIS BOX ONCE YOU HAVE COMPLETED THE FORM

This Beneficial Ownership Disclosure Form ("Form") is to be completed by the successful Consultant¹. In case of joint venture, the Consultant must submit a separate Form for each member. The beneficial ownership information to be submitted in this Form shall be current as of the date of its submission.

For the purposes of this Form, a Beneficial Owner of a Consultant is any natural person who ultimately owns or controls the Consultant by meeting one or more of the following conditions:

- directly or indirectly holding 25% or more of the shares*
- directly or indirectly holding 25% or more of the voting rights*

Request for Proposal reference No.: FM-TRA-108767-CS-QBS

Name of the Assignment: Medium-Term Regulatory Support to the Telecommunication Regulation Authority (TRA)

To: Telecommunication Regulation Authority

In response to your notification of award dated 7 February 2020 to furnish additional information on beneficial ownership: Details of Beneficial Ownership

(i) we hereby provide the following beneficial ownership information.

Details of beneficial ownership

Identity of Beneficial Owner	Directly or indirectly holding 25% or more of the shares (Yes / No)	Directly or indirectly holding 25 % or more of the Voting Rights (Yes / No)	Directly or indirectly having the right to appoint a majority of the board of the directors or an equivalent governing body of the Consultant

			(Yes / No)
<i>Karaka Trust (beneficiaries Sundakov-Krumins family)</i>	yes	yes	no
<i>Skyline Trust No2 (beneficiaries Ehrhardt-Heaven family)</i>	yes	yes	no

OR

(ii) We declare that there is no Beneficial Owner meeting one or more of the following conditions:

- directly or indirectly holding 25% or more of the shares
- directly or indirectly holding 25% or more of the voting rights
- directly or indirectly having the right to appoint a majority of the board of directors or equivalent governing body of the Consultant

OR

(iii) We declare that we are unable to identify any Beneficial Owner meeting one or more of the following conditions. [If this option is selected, the Consultant shall provide explanation on why it is unable to identify any Beneficial Owner]

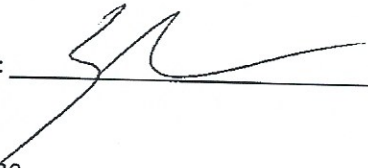
- directly or indirectly holding 25% or more of the shares
- directly or indirectly holding 25% or more of the voting rights
- directly or indirectly having the right to appoint a majority of the board of directors or equivalent governing body of the Consultant]

Name of the Consultant: Castalia Limited

Name of the person duly authorized to sign the Proposal on behalf of the Consultant: Aleksandr (Alex) Sundakov

Title of the person signing the Proposal: Executive Director

Signature of the person named above: _____

A handwritten signature in black ink, consisting of a stylized 'S' followed by a horizontal line and a long, sweeping flourish that extends to the right.

Date signed Tenth day of February, 2020

* In the case of the Proposal submitted by a Joint Venture specify the name of the Joint Venture as Consultant. In the event that the Consultant is a joint venture, each reference to "Consultant" in the Beneficial Ownership Disclosure Form (including this Introduction thereto) shall be read to refer to the joint venture member.

** Person signing the Proposal shall have the power of attorney given by the Consultant. The power of attorney shall be attached with the Proposal Schedules.