

GRANT BY
THE GOVERNMENT OF THE UNITED STATES OF AMERICA

GRANTEE: Eight Arbore Kebele Nomad Associations

AUTHORITY: Foreign Assistance Act of 1961, as amended

The United States of America hereby grants to the grantee named herein the amount of Birr 5,000 (equivalent to US\$2,415) to be paid to Grantee in accordance with the standard provisions of this Grant, and for the purpose stated herein.

ARTICLE I: Effective Period of Grant

From August 1978 to January 1979

ARTICLE II: Purpose and Amounts

Proposal:

1. Eight Arbore Kebele Nomad Associations have formed an executive board which proposes to establish and operate a cooperative store. This project will enable the approximately eight thousand families of the Associations to increase income and reduce expenses. At the present time, the barter system is the basis for the economic life of the area, where the sole occupation, aside from the farming of a few hectares of maize, is the production of livestock. The livestock is currently bartered to traders from the neighboring Konso tribe, in exchange for cloth, soap, salt and spear tips. Being sharp traders, the Konso sell dearly and buy cheaply, sometimes making exorbitant profits, to the detriment of the Arbore area nomads. By constructing, stocking (by occasional trips to Konso) and operating their own cooperative store, the Arbore nomads expect to improve their living standard. At the same time, some savings are to be set aside to perpetuate and possibly expand the project. Architectural drawing of proposed building (8m x 4m) attached.

2. The funds provided herein will be utilized for the purpose and in the amounts specified below, subject to

change only as approved by the United States, acting through its duly authorized representative.

Purpose:

The funds provided by this Grant are to be expended by or on behalf of the eight Arbore Kebele Nomad Associations along with other funds obtained by the eight associations to construct and operate the proposed cooperative store for the benefit of all the involved communities.

<u>Estimated Project Costs</u>	<u>Amount (in Birr)</u>
Construction material and technical assistance	5,620
Transportation of construction materials	500
Labor costs	500
Land site	*
Store Manager (1 Year)	600
Miscellaneous	380
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Total project cost	7,600
Amount of U. S. Grant	5,000
Nomad Associations' Input:	

Cash	1,000
Transportation	500
Labor costs	500
Land site	*
Store Manager	600

Total funding

2,600
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7,600
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*All land in Ethiopia is nationalized and therefore cannot be valued. Nevertheless, it should be recognized that the Nomad Associations have successfully obtained from the government land for the building. It should also be noted that the Nomad Associations also will provide the store's initial inventory, estimated at 2,000 Birr.

GRANTEE

FOR THE GOVERNMENT OF
THE UNITED STATES OF AMERICA

9/14/70

(Signature)

Ato Abrore Soti (Date)
Director of Executive Board,
Eight Arbore Kebele Nomad
Associations

Frederic L. Chapin

Frederic L. Chapin (Date)
Ambassador
American Embassy
Addis Ababa

ATTACHMENT:

ard Provisions for
Development Assistance

AID ACCOUNTING DATA:

Appropriation: 72-118102
Allotment: 846-50-6
Project No.: 663-1