January 27, 2013

H.E. Hazrat Omar Zakhilwal
Minister of Finance
Ministry of Finance
Kabul
Islamic Republic of Afghanistan

Dear Excellency:

Re: Afghanistan Reconstruction Trust Fund (Grant No. TF050577)
Amendment No. 42 to Grant Agreement

We refer to the Grant Agreement dated May 13, 2002 as amended to date (the “Grant Agreement”), between the Islamic Republic of Afghanistan as successor to the Transitional Islamic State of Afghanistan (the “Recipient”) and the International Development Association acting as administrator (in such capacity, the “Administrator”) of the Afghanistan Reconstruction Trust Fund (“ARTF”).

We propose amending the Grant Agreement to increase the available Grant Funds by one hundred million United States dollars (US$100,000,000). This increase reflects additional contributions received from ARTF’s donors. Accordingly, Section 2.01(a) of the Grant Agreement is amended by revising the aggregate value of Grant Funds to be equivalent to two billion eight hundred twenty two million three hundred twenty one thousand and nine dollars and twenty four cents (US$2,822,321,009.24), and the table in Schedule 1 of the Grant Agreement is revised to reflect the change as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (Expressed in U.S. Dollars Equivalent)</th>
<th>% of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Recurrent Expenditures and Capital Expenditures</td>
<td>2,822,321,009.24</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>2,822,321,009.24</strong></td>
<td></td>
</tr>
</tbody>
</table>
Unless the context otherwise requires and except where otherwise defined in this amendment letter, all capitalized terms contained herein shall have the meanings given to them in the Grant Agreement.

All the terms and conditions of the Grant Agreement that have not been amended hereby shall remain unchanged and in full force and effect.

Sincerely yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION  
(acting as Administrator of the Afghanistan Reconstruction Trust Fund)

[Signature]

Robert J. Saum  
Country Director for Afghanistan  
South Asia Region