H.E. Matata Ponyo Mapon  
Minister of Finance  
Ministry of Finance  
Boulevard du 30 juin  
Commune de la Gombe  
Kinshasa 1, BP 12997  
Democratic Republic of Congo

Excellency:

Re: Democratic Republic of Congo: IDA Grant H595-ZR (Multimodal Transport Project)  
Additional Instructions: Disbursement – Second Restatement

I refer to the Financing Agreement (the “Agreement”) between the International Development Association (the “Association”) and the Democratic Republic of Congo (the “Recipient”) for the above-referenced project, dated July 14, 2010. The Agreement provides that the Association may issue additional instructions regarding the withdrawal of the proceeds of financing H595-ZR (“Financing”). This letter (“Disbursement Letter”), as revised from time to time, constitutes the additional instructions.

This Disbursement Letter is a Second Restatement of the Disbursement Letter dated July 14, 2010 for the above referenced project restating Section II(vi) to add two new of Designated Accounts (“C” and “D””) to be opened at the central bank of the Democratic Republic of Congo. The new accounts will be effective from the date of this letter.. All other provisions of the Disbursement Letter dated July 14, 2010, except as amended, shall remain in force and effect.

The attached World Bank Disbursement Guidelines for Projects, dated May 1, 2006, (“Disbursement Guidelines”) (Attachment 1), are an integral part of the Disbursement Letter. The manner in which the provisions in the Disbursement Guidelines apply to the Financing is specified below. Sections and subsections in parentheses below refer to the relevant sections and subsections in the Disbursement Guidelines and, unless otherwise defined in this letter, the capitalized terms used have the meanings ascribed to them in the Disbursement Guidelines.

I. Disbursement Arrangements

(i) Disbursement Methods (section 2). The following Disbursement Methods may be used under the Financing:

- Reimbursement
- Advance
- Direct Payment
- Special Commitment

(ii) Disbursement Deadline Date (subsection 3.7). The Disbursement Deadline Date is 4 months after the Closing Date specified in the Financing Agreement. Any changes to this date will be notified by the Association.
(iii) Disbursement Conditions (subsection 3.8). Please refer to the Disbursement Conditions in Section IV.B.1 of Schedule 2 to the Financing Agreement.

II. Withdrawal of Financing Proceeds

(i) Authorized Signatures (subsection 3.1).
An authorized signatory letter in the Form attached (Attachment 2) should be furnished to the Association at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

Banque mondiale
Bouldevard Tshatshi N° 49
Immeuble De Witte
Commune de la Gombe
Entre la Présidence de la République et le Grand Hôtel de Kinshasa
Kinshasa, République Démocratique du Congo
À l’attention de : Mr. Eustache Ouayoro, Directeur-pays

(ii) Applications (subsections 3.2 - 3.3). Please provide completed and signed (a) applications for withdrawal, together with supporting documents, and (b) applications for special commitments, together with a copy of the commercial bank letter of credit, to the address indicated below:

The World Bank
4 Fricker Road
IFC Building, Illovo 2196
Johannesburg, South Africa
Attention: Loan Department

(iii) Electronic Delivery (subsection 3.4) The Association may permit the Recipient to electronically deliver to the Association Applications (with supporting documents) through the Association’s Client Connection, web-based portal. The option to deliver Applications to the Association by electronic means may be effected if: (a) the Recipient has designated in writing, pursuant to the terms of subparagraph (i) of this Section, its officials who are authorized to sign and deliver Applications and to receive secure identification devices (“Tokens”) from the Association for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Recipient have registered as users of Client Connection. If the Association agrees, the Association will provide the Recipient with Tokens for the designated officials. Following which, the designated officials may deliver Applications electronically by completing Form 2380, which is accessible through Client Connection (https://clientconnection.worldbank.org). The Recipient may continue to exercise the option of preparing and delivering Applications in paper form. The Association reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient.

(iv) Terms and Conditions of Use of Tokens to Process Applications. By designating officials to accept Tokens and by choosing to deliver the Applications electronically, the Recipient confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation (“Terms and Conditions of Use of Tokens”) provided in Attachment 3; and (b) to deliver the Terms and Conditions of Use of Tokens to each such official and to cause such official to abide by those terms and conditions.
(v) Minimum Value of Applications (subsection 3.5). The Minimum Value of Applications for reimbursement, direct payment and special commitment is USD 20% of the DA Ceiling (see (vi) below).

(vi) Advances (sections 5 and 6).

- **Type of Designated Account (subsection 5.3):** 4 Segregated Accounts
  - DA-A: for Component 1 and 4A managed by CEPTM Project Unit based in Lubumbashi.
  - DA-B: for Components 2, 3, and 4B managed by CEPTM Project Unit based in Kinshasa.
  - DA-C: for Component 1 and 4A managed by CEPTM Project Unit based in Lubumbashi.
  - DA-D: for Components 2, 3, and 4B managed by CEPTM Project Unit based in Kinshasa.

- **Currency of Designated Account[s] (subsection 5.4):** US Dollars

- **Financial Institution at which the Designated Account[s] Will Be Opened (subsection 5.5):**
  - DA-A and DA-B: Standard Bank
  - DA-C and DA-D: Banque Centrale Du Congo (Central Bank of the Democratic Republic of Congo)

- **Ceiling (subsection 6.1):**
  - DA-A (CEPTM Project Unit based in Lubumbashi) US$6.6 million linked to Categories (1a), (1b), (1c) and (6a) (ref. section IV).
  - DA-B (CEPTM Project Unit based in Kinshasa) US$2.1 million linked to Categories (2), (3), (4a), (4b), (5) and (6b) (ref. section IV).
  - DA-C (CEPTM Project Unit based in Lubumbashi) US$20 million linked to Categories (1a), (1b), (1c) and (6a) from the effective date of this Restated Disbursement Letter to December 31, 2011, thereafter, the ceiling will be reduced to US$6.6 million.
  - DA-D (CEPTM Project Unit based in Kinshasa) US$2.1 million linked to Categories (2), (3), (4a), (4b), (5) and (6b).

III. Reporting on Use of Financing Proceeds

(i) Supporting Documentation (section 4). Supporting documentation should be provided with each application for withdrawal as set out below:

- **For requests for Reimbursement:**
  - Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for payments for works against contracts valued at US$500,000 or more; for goods against contracts valued at US$150,000 or more; for services of consulting firms against contracts valued at US$100,000 or more; for individual consultant services against contracts valued at US$50,000 or more.
  - Statement of Expenditure in the form attached (Attachment 4) for all other expenditures / contracts; and
  - List of payments against contracts that are subject to the Association’s prior review, in the form attached (Attachment 5)
For reporting eligible expenditures paid from the Designated Account:

- Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for payments for works against contracts valued at US$500,000 or more; for goods against contracts valued at US$150,000 for services of consulting firms against contracts valued at US$100,000 or more; for individual consultant services against contracts valued at US$50,000 or more
- Statement of Expenditure in the form attached (Attachment 4) for all other expenditures / contracts; and
- List of payments against contracts that are subject to the Association’s prior review, in the form attached (Attachment 5)
- Customized Statement of Expenditures in the form attached (Attachment 6) for Category (1(b))

For requests for Direct Payment: records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices

(ii) Frequency of Reporting Eligible Expenditures Paid from the Designated Account (subsection 6.3):
monthly

(iii) Other Supporting Documentation Instructions
Copies of the bank statement of the Designated Account (DA) and a reconciliation statement for this Account should be submitted with each Application for advances to the DA.

All other supporting documentation for SOEs should be retained by the project management or Recipient and must be made available for review by periodic World Bank missions and internal and external auditors.

IV. Other Disbursement Information

Retroactive financing under categories 1, 2, 3, 4, 5, and 6 will apply. Refer to the FA, section IV.B as well as Table 3 of Annex 7 to the draft Project Appraisal Document.

Designated Accounts “A” and “B” held at Standard Bank will not receive new advances. Outstanding balances will be recovered through documentation of eligible expenditures. Designated Account “C” and “D” will be used for all project expenditures.

V. Other Important Information


From the Client Connection website, you will be able to prepare and deliver Applications, monitor the near real-time status of the Financing, and retrieve related policy, financial, and procurement information.

If you have not already done so, the Association recommends that you register as a user of the Client Connection website (https://clientconnection.worldbank.org). From this website you will be able
to prepare and deliver Applications, monitor the near real-time status of the Financing, and retrieve related policy, financial, and procurement information. All Recipient officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the website and registration arrangements, please contact the Association by email at <clientconnection@worldbank.org>.

If you have any queries in relation to the above, please contact Aissatou Diallo, Sr. Finance Officer at LOAAFR@worldbank.org using the above reference.

Yours sincerely,
INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Eustache Ouayoro
Country Director for the Democratic Republic of Congo
Africa Region

Attachments 1-5 are with the original Disbursement Letter
Attachment 6 - Form of customized Statement of Expenditures is with the first restatement.

Prepared by: Aissatou Diallo (CTRLA)

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