H. E. Amadou Ba
Minister of Economy, Finance and Planning
Ministry of Economy, Finance and Planning
Dakar
Republic of Senegal

Excellency:

Republic of Senegal – Health and Nutrition Financing Project
Credit No. 5324-SN and MDTF-HRI Grant No. TF015872
Second Amendment to the Financing Agreement and the Grant Agreement

Excellency:

We refer to: (a) the Financing Agreement between the Republic of Senegal ("Recipient") and the International Development Association ("Association"), dated March 28, 2014, as amended (Financing Agreement for Credit 5324-SN); and (b) the Grant Agreement of the same date between the Recipient and the International Bank for Reconstruction and Development ("World Bank"), as amended (Grant Agreement for TF015872); all for the abovementioned Project (collectively, "Legal Documents"). Please note that the capitalized terms used in this letter ("Amendment Letter") and not defined herein have the meanings ascribed to them in the Legal Documents.

For the purposes of this Amendment Letter, the "Association" and the "World Bank" are collectively referred to as the "Association".

Pursuant to your letter of March 28, 2018, requesting some specific modifications to the Legal Documents, we are pleased to inform you that the Association concurs with your request and proposes to amend the Legal Documents in respect of the provisions below:

1. Accordingly, the Financing Agreement for Credit 5324-SN is amended as follows:

   (a) The description of activities under Schedule 1 is hereby deleted in its entirety and replaced to read as set forth in Attachment 1 to this Amendment Letter.

   (b) The disbursement table in Section IV.A.2 of Schedule 2 is deleted in its entirety and replaced with the table set forth in Attachment 2 to this Amendment Letter.

   (c) Section IV.B.2 of Schedule 2 is hereby amended to read as follows:

      "2. The Closing Date is June 30, 2019."
(d) The existing paragraphs 5 to 44 of Section I (Definitions) of the Appendix are renumbered, respectively, as paragraphs 7 to 47 and the following paragraphs 6 and 7 are added to read as follows:


7. "CBHI Grant" means the Recipient’s payment for the poorest and under five children’s enrollment in the CBHI."

2. Accordingly, the Grant Agreement for TF015872 Agreement is amended as follows:

(a) The description of activities under Schedule 1 is hereby deleted in its entirety and replaced to read as set forth in Attachment 1 to this Amendment Letter.

(b) The disbursement table in Section IV.A.2 is deleted in its entirety and replaced with the table set forth in Attachment 3 to this Amendment Letter.

(c) Section IV.B.2 of Schedule 2 is hereby amended to read as follows:

"2. The Closing Date is June 28, 2019."

(d) The existing paragraphs 4 to 43 of Section I (Definitions) of the Appendix are renumbered, respectively, as paragraphs 6 to 45 and the following paragraphs 4 and 5 are added to read as follows:

"4. "CBHI" means community-based health insurance.

5. "CBHI Grant" means the Recipient’s payment for the poorest and under five children’s enrollment in the CBHI."

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

Please confirm your agreement with the foregoing amendment, on behalf of the Recipient, by signing, dating and returning to the Association the enclosed copy of this Amendment Letter. This Amendment Letter shall become effective as of the date of its countersignature upon receipt by the Association of a countersigned copy of this letter.

Sincerely,

Louise Cor
Country Director for Senegal
Africa Region

CONFIRMED AND AGREED:
REPUBLIC OF SENEGAL

By: Name: AMADOU BA
Date: APRIL 25th 2018
Title: MINISTER OF ECONOMY, FINANCE AND PLANNING
“SCHEDULE 1

Project Description

The objective of the Project is to increase utilization and quality of maternal, neonatal and child health and nutritional services, especially among the poorest households in Targeted Areas in the Recipient’s territory.

The Project consists of the following parts:

Part A. Results-Based Financing for Health and Nutrition Services and Capacity Building

1. Provision of a Package of Health Services, comprising preventive and curative services, including, _inter alia_, maternal, neonatal and child health care, preventive services for pregnant women, delivery care, care for children under the age of five, and family planning services, through the provision of RBF Grants to the regions of: (a) Kolda and Kaffrine; and (b) Kedougou, Tambacounda, Sehdiou and Zinguinchor.

2. Carrying out a program of activities aimed at: (a) building the MoHSA’s capacity at central, regional and district levels to facilitate the implementation of Part A.1 of the Project, said program to include _inter alia_, technical assistance, development and implementation of Training programs, and provision of goods required for the purpose; (b) providing for the monitoring and verification of activities financed under RBF Grants under Part A.1 (a) of the Project, through the engagement of community-based and independent third party verifiers; and (c) providing for the monitoring and verification of activities financed under RBF Grants under Part A.1 (b) of the Project, through the engagement of community-based and independent third party verifiers.

3. Carrying out a program of activities to improve the quality of health services, including, _inter alia_: (a) transition to scale of the itinerant midwives’ strategy; (b) support for the revision of the human resources for health national strategy; (c) support mechanisms for quality control of drugs; (iv) procurement of obstetrical and maternal health equipment; (v) reproductive, maternal, newborn, child and adolescent health training of health workers and community health workers; and (vi) improvement of the geographical accessibility of essential medicines and supply-chain through supporting the transition of Yeksina strategy to the national pharmaceutical agency.

Part B. Improvement of Accessibility to Maternal Nutrition and Children Health Services

1. Carrying out a program of activities to: (a) establish and implement a universal health insurance system and an equity fund; and (b) strengthen the efficiency of the system and the equity fund by supporting innovative strategies, including pilot interventions through the provision of CBH Grants to better address the management of free health care for children under five and support enrollment of beneficiaries of the national family safety net program.

2. Carrying out, through the provision of Nutrition Enhancement Grants, of specific community-based development projects designed to promote c-IMCI and monitoring of growth including: (a) monthly evaluations of growth of children under two years of age with counseling feedback to mothers, home visits to children requiring special attention...
and cooking demonstrations; (b) community screening, nutritional rehabilitation and follow-up of acute malnutrition of children aged 6 to 59 months; and (c) provision of information through education and communication in recommended infant and young child feeding practices, disease preventive measures, particularly malaria prevention, by distribution of insecticide-treated bed nets and teaching their use to children and pregnant women, home-based care, recognition of danger signs and timely care-seeking for sick children.

3. Carrying out a program of activities to encourage: (a) pregnant women to attend antenatal care visits; and (b) assisted deliveries, through the provision of Maternal Health Vouchers.

4. Providing for the monitoring and verification of the implementation of Maternal Health Vouchers under Part B.3 of the Project, through the engagement of community-based and independent third-party verifiers.

5. Carrying out a program of activities to promote adolescent health, including: (a) behavioral change interventions; (b) communication strategies to support demand for health services, especially reproductive health services for adolescent.

Part C. Institutional Strengthening and Project Implementation

1. Carrying out a program of activities to strengthen the regulation of the hospital sector in the Recipient’s territory. Said program to include: (a) reinforcing the Recipient’s hospital information system in order to better track production, revenues and costs; (b) designing and piloting a new hospital payment system and planning tools for hospital care; and (c) reinforcing the Recipient’s capacity for supervising hospitals, all through the provision of technical assistance, Training and related equipment.

2. Strengthening the Recipient’s National Agency for Statistics and Demographics capacity to implement an annual survey on households and health facilities.

3. Supporting the Recipient in the areas of Project coordination, supervision, financial management, communication and outreach, procurement, medical waste management, through the provision of technical assistance, Training, Operating Costs, goods and services for the required purpose.

4. Carrying out a program of activities aimed at strengthening the Recipient’s capacity for preparedness in case of Ebola, including, inter alia, disease surveillance, Training and advocacy.

5. Supporting health financing reforms through the carrying out of related: (i) health studies; (ii) training in health financing; and (iii) health financing information dissemination.
<table>
<thead>
<tr>
<th>&quot;Category&quot;</th>
<th>Amount of the Financing Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Nutrition Enhancement Grants under Part B.2 of the Project</td>
<td>3,300,000</td>
<td>70%</td>
</tr>
<tr>
<td>(2) Goods, non-consulting services, and consultants’ services, Training and Operating Costs for Parts A.2, B.1 and C of the Project</td>
<td>857,500</td>
<td>72%</td>
</tr>
<tr>
<td>(3) Goods, non-consulting services, and consultants’ services, Training and Operating Costs for Parts A.2 (a), A.2 (c), B.1 and C of the Project</td>
<td>4,136,600</td>
<td>73%</td>
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<td>(4) Goods, works, non-consulting services, and consultants’ services, Operating Costs and Training under Parts A.2, A.3, B.1 (a), B.4 and C of the Project</td>
<td>4,805,900</td>
<td>63%</td>
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<tr>
<td>TOTAL AMOUNT</td>
<td>13,100,000</td>
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<tr>
<td>&quot;Category&quot;</td>
<td>Amount of the Grant Allocated (expressed in USD)</td>
<td>Percentage of Expenditures to be Financed (inclusive of Taxes)</td>
</tr>
<tr>
<td>----------------------------------------------------------------------------</td>
<td>-----------------------------------------------</td>
<td>-------------------------------------------------------------</td>
</tr>
<tr>
<td>(1) RBF Grants under Part A.1 of the Project</td>
<td>125,955</td>
<td>86%</td>
</tr>
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<td>(2) Maternal Health Vouchers under Part B.3 of the Project</td>
<td>2,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Goods, works, non-consulting services, and consultants' services, Operating Costs and Training under Parts A.2, B.1 and C of the Project</td>
<td>381,152</td>
<td>27%</td>
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<td>(4) RBF Grants under Part A.1 (b) of the Project</td>
<td>1,631,004</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Goods, works, non-consulting services, and consultants' services, Operating Costs and Training under Parts A.2 (a), A.2 (c), B.1 and C of the Project</td>
<td>1,724,060</td>
<td>27%</td>
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<td>(6) RBF Grants under Part A.1 of the Project</td>
<td>6,943,041</td>
<td>100%</td>
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<td>(7) Nutrition Enhancement Grants under Part B.2 of the Project</td>
<td>1,300,000</td>
<td>30%</td>
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<td>(8) Goods, non-consulting services,</td>
<td>4,894,788</td>
<td>37%</td>
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<tr>
<td>Consultants’ services, Operating Costs and Training under Parts A.2, A.3, B.1 (a), B.4 and C of the Project</td>
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<tr>
<td>(9) CBHI Grants under Part B.1 (b) of the Project</td>
<td>1,000,000</td>
<td>100%</td>
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<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>20,000,000</strong></td>
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