Mr. M Musharraf Hossain Bhuiyan  
Secretary  
Economic Relations Division  
Ministry of Finance  
Block 8, Room 3  
Sher-e-Bangla Nagar  
Dhaka

Dear Mr. Bhuiyan:

**Bangladesh Local Governance Support Project (Credit No. 4193-BD):**  
**Amendment to the Financing Agreement**

We refer to the Financing Agreement between the People's Republic of Bangladesh (the Recipient) and the International Development Association (the Association) for the Local Governance Support Project (the Project), dated June 28, 2006, as amended (the Agreement). We also refer to the letter dated January 16, 2011 of Md. Salahuddin Ahmed, Senior Assistant Chief, Economic Relation Division, Ministry of Finance, requesting the amendment of the Agreement.

We are pleased to inform you that, after due consideration, the Association agrees to amend the table in paragraph 2 of Section IV.A of Schedule 2 to the Agreement as set forth in the Annex to this letter of amendment.

Except as specifically amended by this letter of amendment, all other provisions of the Agreement shall remain unchanged and in full force and effect.

Unless the context otherwise requires or unless otherwise defined in this letter of amendment, all capitalized terms used in this letter of amendment shall have the same meanings assigned to them in the Agreement.

Please confirm your agreement to the foregoing on behalf of the Recipient by countersigning and dating the corresponding form of confirmation set forth below, and returning one fully signed original of this letter to us.

Upon receipt by the Association of the copy of this letter of amendment duly countersigned by the authorized representative of the Recipient, the above amendment to the Agreement shall become effective as of the date of countersignature.

BR
Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

/s/ Ellen Goldstein

Ellen Goldstein

Country Director

AGREEED:
PEOPLE'S REPUBLIC OF BANGLADESH

/s/ M Musharraf Hossain Bhuiyan

By:

Authorized Representative

M Musharraf Hossain Bhuiyan

Secretary

Economic Relations Division

Ministry of Finance

Joint Secretariat of the People's Republic

of Bangladesh

Title:

Date: 20 April 2011

cc: Mr. Abu Alam Md. Shahid Khan, Secretary, Local Government Division, Ministry of LGRD&C
Mr. Arastoo Khan, Additional Secretary, Economic Relations Division, Ministry of Finance
Mr. Swapan Kumar Sarkar, Director General (MIE), Local Govt. Division, Ministry of LGRD&C
## Annex

### Revised Withdrawal Schedule

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Credit Allocated (Expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Subgrants for Subprojects under Part A of the Project</td>
<td>55,248,082.00</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Subgrants for Subprojects under Part C of the Project</td>
<td>0</td>
<td>-</td>
</tr>
<tr>
<td>(3) Subgrants under Part E of the Project</td>
<td>0</td>
<td>-</td>
</tr>
<tr>
<td>(4) Operating Costs</td>
<td>321,918.00</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Consultants’ Services, including training, workshops and audits, and goods</td>
<td>7,980,000.00</td>
<td>100%</td>
</tr>
<tr>
<td>(6) Unallocated</td>
<td>150,000.00</td>
<td></td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>63,700,000.00</td>
<td></td>
</tr>
</tbody>
</table>