Ref: WB-CD/438/12/21/2014

H. E. Ato Sufian Ahmed
Minister
Ministry of Finance and Economic Development
Addis Ababa

Ethiopia: Promoting Basic Services – Phase III Project
(Grant No. TF013952)
Amendment No. 1 to the Multi Donor Trust Fund Grant Agreement

Dear Ato Sufian,

We refer to the Multi Donor Trust Fund Grant Agreement (the “Agreement”), dated February 12, 2013, between the Federal Democratic Republic of Ethiopia (the “Recipient”) and the International Development Association (the “World Bank”) for the above mentioned Project (“Project”). We also refer to a letter no. IFRE 4/2/38 dated October 21, 2014, requesting the World Bank to extend the Closing Date of the Project and informing your agreement on the reduction in DFID’s contribution for the Project.

Therefore, we propose to amend the Agreement as follows:

1. Section 3.01 in Article II of the Agreement is amended to read as follows:

“3.01. The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a grant in an amount equivalent to six hundred fifteen million seven hundred thirty-four thousand United States Dollars (US$615,743,000) to assist in the financing of the Project.”

2. Part B.2 in Section II o Schedule 2 to the Agreement is amended to read as follows:

“2. The Closing Date is December 31, 2018.”

3. The table in Part A.2 of Section II.A.2 in Schedule 2 to the Agreement is deleted in its entirety and is replaced with the table shown in Annex 1 to this Amendment Letter.

4. All other provisions of the Agreement, excepted amended herein, shall remain in full force and effect.
This letter shall constitute an amendment to the Agreement between the Recipient and the Bank. Please confirm your agreement with the foregoing, on behalf of the Recipient, by signing and dating the two originals, retaining one original for your records and returning the other original to the Bank. Upon receipt by the Bank of the original Amendment Letter countersigned by you, this Amendment Letter will become effective as of the date of the countersignature.

Sincerely,
INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]
Guang Z. Chen
Country Director for Ethiopia
Africa Region

AGREED:

FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

[Signature]
Name: Sufian Ahmed
Title: MINISTER
Date: [Redacted]
### Annex 1

<table>
<thead>
<tr>
<th>Categories</th>
<th>Amount of the Grant Allocated (expressed in USS)</th>
</tr>
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<tbody>
<tr>
<td>Subprogram A</td>
<td>562,543,000</td>
</tr>
<tr>
<td>Subprogram B.1</td>
<td>8,600,000</td>
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<tr>
<td>Subprogram B.2</td>
<td>32,600,000</td>
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<tr>
<td>Subprogram B.3</td>
<td>12,000,000</td>
</tr>
<tr>
<td>Unallocated</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>615,743,000</strong></td>
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</tbody>
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