Letter No. CD-035/WASPOLA/I/2013
January 28, 2013

Mr. Lachlan Pontifex
Counsellor, Infrastructure and Economic Governance
Australian Agency for International Development
Jl. H.R. Rasuna Said Kav. C 15-16
Kuningan, Jakarta 12950
Republic of Indonesia

Dear Mr. Pontifex:

Re: Amendment No. 2 to the Administration Agreement for the Australian Trust Fund for the Water and Sanitation Policy and Action Planning Facility Trust Fund (AusAID Agreement 50427) (Trust Fund No. TF071267)

1. We are pleased to refer to the Administration Agreement, dated May 29, 2009, as amended on January 25, 2010 ("Administration Agreement"), between the Government of Australia, acting through the Australian Agency for International Development ("Donor"), and the International Bank for Reconstruction and Development ("Bank") for the Australian Trust Fund for the Water and Sanitation Policy and Action Planning Facility Trust Fund. Capitalized terms used but not defined in this letter agreement have the meanings given to them in the Administration Agreement.

2. Pursuant to recent discussions between the Bank and the Donor, the Bank proposes to amend Section 3.01 of Article 3 of the Administration Agreement to extend the end disbursement date for the Project as follows:

   "Section 3.01 The Grant funds may be used to finance expenditures for the Recipient-executed Project commencing on the date of this agreement and ending on December 31, 2014. The Bank may make disbursements of the Grant funds for up to six (6) months after such latter date for expenditures incurred on or before such date, in accordance with the Bank’s applicable policies and procedures."

3. Except as specifically provided in this letter agreement, all terms and condition of the Administration Agreement remain unchanged and in effect.
Please confirm your agreement to the proposed amendment to the Administration Agreement by signing and dating as indicated below both originals of this amendment letter, keeping one original for your files and returning the other to us for our records. Upon receipt by the Bank of one fully signed original of this amendment letter, this amendment letter shall be deemed to have been effective as of the date of countersignature.

Yours sincerely,

FOR THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

[Signature]

Stefan G. Koeberle
Country Director, Indonesia

FOR THE GOVERNMENT OF AUSTRALIA
acting through the Australian Agency for International Development

CONFIRMED AND AGREED

By: [Signature]

Name: [Signature]

Title: Counsellor, Infrastructure and Economic Governance
S.32b Delegate

Date: [Signature]