Dear Mr. Lindenmayer:

1. We refer to the Administration Arrangement between the Government of Australia (the “Donor”) and the International Development Association (the “Bank”) regarding the Multi-Donor Trust Fund for Zimbabwe (TF071603) (the “Trust Fund”) effective on June 16, 2008, as amended (the “Administration Arrangement”).

2. Pursuant to recent discussions between the Bank and the Donor, the Bank proposes to amend the Administration Arrangement to read as follows:

3. Section 4 of Annex 1 to the Administration Arrangement is amended to read as follows:

   “Section 4. Categories of Expenditures

   **Bank-executed Activities:** The Contribution funds may be used to finance the following categories of expenditures for Bank-executed Activities: World Bank staff supporting the Secretariat’s program administration and management functions (including task team leaders supervising activities under the Trust Fund) including direct, indirect and sustaining costs, as well as field benefits, of such staff related to such work, consultants’ fees, extended term consultants, temporary staff costs, contractual services, associated overheads, travel expenses, leasing of equipment, and media and workshops.

   **Recipient-executed Activities:** The Contribution funds may also be used to finance goods, works, services, training and operating costs provided under Recipient-executed activities. The flow of funds would remain outside
Government systems and a direct payment method to third parties will be used for disbursements.”

4. Section 8.1 of Annex 2 to the Administration Arrangement is amended to read as follows:

"8.1. It is expected that the Bank will fully disburse the Original Contribution in TF070941 by March 31, 2014 and the Supplemental Contribution in TF071603 by December 31, 2014. The Bank shall only disburse Contributions for the purposes of this Arrangement after such dates with the written approval of the Donors.

5. All other terms of the Administration Arrangement shall remain the same.

6. The Bank will disclose this Arrangement and related information on this Trust Fund in accordance with the World Bank Policy on Access to Information. By entering into this Agreement, the Donor consents to disclosure of this Arrangement and related information on this Trust Fund.

7. We propose that this letter shall constitute an amendment to the Administration Arrangement between the Bank and the Donor. Please confirm your acceptance to the foregoing, on behalf of the Donor, 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 countersigned by you, this Amendment will become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

Nginya Mungai Lenneiye
Country Manager for Zimbabwe
Africa Region

CONFIRMED AND AGREED:

Government of Australia

By: [Signature]
Name: [Name]
Title: Counselor Development Cooperation

Date: 2/5/13