March 8, 2016

His Excellency
René Gonzalo Orellana Halkyer
Minister of Development Planning
Ministry of Development Planning
Ave. Mariscal Santa Cruz, esq. Oruro
Piso 5, La Paz, Bolivia

Re: Plurinational State of Bolivia: IDA Credit No.5712-BO and IDA Credit No.5713-BO
(Additional Financing for Community Investment in Rural Areas Project)
First Amendment to the Financing Agreement

Dear Mr. Orellana,

Please refer to the Agreement between the Plurinational State of Bolivia (the Recipient) and the International Development Association (the Association), dated November 16, 2015, for the Additional Financing for Community Investment in Rural Areas (the Project). The capitalized terms used in this letter (the Amendment Letter) and not defined herein have the meaning ascribed to them in the Financing Agreement.

Pursuant to recent conversations with your team, we would like to bring to your attention an oversight on the part of the Bank regarding the fixed interest charge applicable to the hard-term portion of the Credit (Portion B of the Credit) set forth in Section 2.06 of the Financing Agreement. As you know, IDA hard-term credits are subject to a fixed interest charge approved annually by the Board. The applicable fixed interest charge to these credits is the one in effect at the time of Board approval of the credit. For credits approved on or after July 1, 2015 and before July 1, 2016 (as it is the case of Credits No. 5712 and 5713), the interest rate is 1.08%, as set forth in Annex D of Operational Policy 3.10. The Bank apologizes for this oversight and proposes to amend Section 2.06 of the Financing Agreement to read in its entirety as follows:

"2.06. The Interest Charge payable by the Recipient on the Withdrawn Credit Balance of Portion B of the Credit shall be equal to one point cero eight percent (1.08%) per annum."

Please confirm your agreement with the foregoing amendment by signing and dating this Amendment Letter in the spaces provided below. All other provisions of the Financing Agreement except as amended through this Amendment Letter shall remain in full force and effect. This Amendment Letter shall be executed in two (2) counterparts each of which shall be an original.

The provisions set forth in this Amendment Letter shall become effective upon the date of the countersignature and receipt by the Association of one fully executed original of this amendment letter.
Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

Alberto Rodriguez
Director
Bolivia, Chile, Ecuador, Peru and Venezuela
Latin America and the Caribbean Region

AGREED:

PLURINATIONAL STATE OF BOLIVIA

By: [Signature]

Authorised Representative

Name: [Signature]

Rene Consuelo Ortinsa Humye
MINISTRO DE PLANIFICACIÓN

Date: 19 ABR 2016