May 19, 2016

Mr. Lok Darshan Regmi  
Secretary  
Ministry of Finance  
Government of Nepal  
Singha Durbar, Kathmandu

Dear Mr. Regmi:

Re: Nepal: Rural Water Supply and Sanitation Improvement Project  
(IDA Credit No. 5446-NP and IDA Grant No. H945-NP)  
Amendment to the Financing Agreement

We refer to the Financing Agreement (the “Financing Agreement”) between Nepal (the “Recipient”) and the International Development Association (the “Association”) dated July 11, 2014, as amended, for the Rural Water Supply and Sanitation Improvement Project (the “Project”).

We also refer to the letter from your office dated May 5, 2016 requesting amendments to the Financing Agreement following the creation of the Ministry of Water Supply and Sanitation which is now the implementing agency for the Project.

We are pleased to inform you that the Association accedes to the request and hereby proposes to amend the Financing Agreement as follows:

1. Paragraph 25 in the Appendix of the Financing Agreement is amended to read as follows: “25. “MoWSS” means the Recipient’s Ministry of Water Supply and Sanitation, or any successor thereto.”

2. The acronym “MoUD” throughout the Financing Agreement shall be replaced with the acronym “MoWSS”

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

The Association will disclose this letter of amendment and related information in accordance with the Association’s Policy on Access to Information. By entering into this letter of amendment, the Recipient consents to such disclosure.

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

Sincerely,

Takuya Kamata
Country Manager

AGREED:

NEPAL

By: ____________________________
Name: Lok Darshan Regmi
Title: Secretary
Date: 23 May, 2016