Dear Mr. Chen,

Please find enclosed three originals of the amendment mentioned above. I would be grateful if you could sign and date the three originals, retain one for your records and return the other two to the following address:

Delegation of the European Union to Ethiopia
Finance and Contracts section
P.O. Box 5570
Addis Ababa, Ethiopia

Please use a reliable courier service or registered mail to avoid any delays or loss of the documents.

Your attention is drawn to the fact that the Contracting Authority will not be obliged to honour the signed amendment in the event of any of the following:

- the amendment is not returned to the above address within 30 days of the date of this letter, duly signed and dated by a signatory authorised to represent you or;

- any modifications to the text of the amendments or its annexes.

Please consider that the operational implementation phase of the Administration Agreement is not extended with the present rider therefore no expenditure incurred after 19/12/2016 will be eligible. The present extension concern only your end disbursement date. We are confident that despite this extension your disbursement will be submitted to EU Delegation as soon as available.

Yours sincerely,

Francisco CARRERAS

Encl: three original contracts
Title page

Addendum No.1

To
Administration Agreement for the Multi-donor Trust Fund for Ethiopia – Promotion of Basic Services Phase III with the World Bank Group TF No. 072004

Country: Ethiopia

Project / Programme Reference: FED/2013/024226

Title Project / Programme (global commitment): Promotion of Basic Services Phase III

Contract Reference: FED/2013/334-881

Title of the Contract: Administration Agreement for the Multi-donor Trust Fund for the co-financing of the Ethiopia Promoting Basic Services Program Phase III project - TF No.072004

Date of endorsement: December, 20, 2013

Total Amount of the Contract (After Addendum 1) EUR 70,400,000

Total Amount of the EDF contribution EUR 70,400,000

Subject of the Addendum: Extension of the End Disbursement Date of the Multi-donor trust fund

Total amount of this Addendum: Nil
Addendum No.1

To
Administration Agreement for the Multi-donor Trust Fund for Ethiopia – Promotion of Basic Services Phase III with the World Bank Group TF No. 072004

BETWEEN

The World Bank

AND

The European Union, represented by the Commission of the European Union, hereinafter referred to as "the Commission" represented by the Head of Delegation of the European Union in Ethiopia

HAVING REGARD TO:

- Administration Agreement for the Trust Fund for the co-financing of the Promoting Basic Services Phase III signed on December 20, 2013; (Trust Fund No. 072004)

WHEREAS:

I. Considering that November, 25, 2019 is the end date of activities for the programme (decision N FED/2013/04226)

II. Considering that the extension does not commit EU to further payments/management costs beyond what was already been committed and only aims at allowing a six month lag at the end of project closing to finalize administrative matters

III. Considering Section 5.1 of the Frequently Asked Questions (FAQ) of the Framework Agreement with the World Bank, signed on March 20, 2009 (update 2013)

The Commission has agreed to make the following change to the Agreement;

HAVE AGREED AS FOLLOWS:

1. Section 2.03. of the Agreement is amended to read as follows:

“Section 2.03. It is expected that an amount of the trust fund equal to the Contribution will be fully utilized in accordance with the provisions of this Administration Agreement by June 30, 2019 ("End Disbursement Date"). The End Disbursement Date can only be modified with the agreement of both Parties pursuant to Article 9 of the General Conditions.”
2. Paragraph 6.2 of Anne: 2 to the Agreement is amended to read as follows:

"6.1 It is expected that the funds deposited in the Trust Fund will be fully disbursed by the Bank by June 30, 2019 (the “End Disbursement Date”). The Bank shall only disburse funds deposited in the Trust Fund for the purposes of this Administration Agreement (other than returns to Donors) after such date to the extent such date is changed in accordance with amendments made to the Administration Agreements of all the Donors. Following the End Disbursement Date, the Bank shall return any remaining balance of the Trust Fund to each Donor in the Holding Currency in the manner specified in its respective Administration Agreement on a pro rata basis with regard to the total funds deposited in the Trust Fund by such Donor relative to the total funds deposited in the Trust Fund by all Donors, all calculated as Holding Currency amounts."

All other terms of the Agreement, except amended herein, shall remain the same.

Read and agreed:

For the International Development Association

Guang Z. Chen
Signature, Name and Date Dec 23, 2014

For the European Union, represented by the Commission of the European Communities

Francisco Carreras
Head of Cooperation
Signature, Name and Date 19 December 2014