H. E. Ali Mahmoud Abdel Rasool  
Minister of Finance and National Economy  
Ministry of Finance and National Economy  
Khartoum, Republic of the Sudan  

State-and Peace-Building Fund For Sustainable Livelihoods for Displaced and Vulnerable Communities in Eastern Sudan Project  
Grant TF 015561  

Dear Sir:  

I am writing on behalf of the International Development Association (the World Bank or the Bank) to indicate the World Bank’s agreement, administrator of grant funds provided by various donors (“Donors”) under the State-and Peace-Building Fund, to make a grant in an amount not exceeding four hundred fifty eight thousand United States Dollars (USD 458,000) (the Grant) to Republic of the Sudan (the Recipient).  

The Grant is made in response to the Recipient’s request for financial assistance and for the purposes and on the terms and conditions set forth in the Annex to this Letter Agreement. The Recipient hereby confirms its request that the Bank carry out the activities described in paragraph 1 of the Annex to this Letter Agreement, and represents that it is authorized to contract the Grant for the said purposes and on the said terms and conditions.  

Please note that it is the Bank’s policy to make publicly available this Letter Agreement and any information related thereto, after this Letter Agreement has become effective and the Recipient has given its consent to such disclosure. The Recipient, by countersigning this Letter Agreement, confirms its consent to such disclosure.  

Please confirm your agreement with the foregoing, on behalf of the Recipient, by signing, dating, and returning to us the enclosed copy of this Letter Agreement. Upon receipt by the Bank of the copy of this Letter Agreement countersigned by you, this Letter Agreement will become effective as of the date of the countersignature.  

Very truly yours,  
INTERNATIONAL DEVELOPMENT ASSOCIATION  

By /  
Bella Bird  
Country Director for the Sudan  

AGREED:  

REPUBLIC OF THE SUDAN  

By  
Authorized Representative  
Ali Mahmoud Abdel Rasool  
Minister of Finance  
19/11/13
Purposes, Terms and Conditions of the Grant

1. The purposes of the Grant are to assist in strengthening the capacity of (local) stakeholders to plan and deliver services and sustainable livelihoods for displaced populations and vulnerable host communities. The program of activities (the Activities) for which the Grant is given involve research, development and design of a pilot for purposes to channeling resources to Beneficiaries, and such a program includes such activities as:
   
   (a) carrying out studies, assessments and analyses of: (i) social structures, decision-making processes, relations within and between groups; and (ii) existing livelihoods activities, access (and constraints to access) to formal and informal markets;
   
   (b) identification of local community groups that could be eligible to receive resources under the Project; and
   
   (c) development of Operations Manual.

2. The Grant shall be used to finance consultants' services and Training and Workshops required for the Activities.

3. The Bank shall carry out the Activities on behalf of the Recipient. The Recipient shall cooperate with the Bank to the extent necessary to permit the Bank to carry out the Activities promptly and effectively, and to evaluate the results of the Activities. The Recipient shall indemnify the Bank against any costs or liabilities incurred by the Bank as a result of claims against the Bank in connection with the Activities, except those resulting from the gross negligence or willful misconduct of its staff or external consultants.

4. The Bank shall carry out the Activities pursuant to this Letter Agreement only to the extent that the Grant funds required for such Activities are available to the Bank from Donors.

5. The Activities shall be completed by not later than March 31, 2016, or such later date as the Bank may establish by notice to the Recipient (the Closing Date). After the Closing Date, the Bank may at any time cancel the remaining balance of the Grant.

6. The engagement and supervision of the consultants (the Consultants) required to assist in the carrying out of the Activities shall be the responsibility solely of the Bank and shall be done according to the Bank’s applicable procedures.

7. The Recipient may at any time request the Bank in writing to terminate the Activities. Whether or not the Recipient has made such a request, the Bank may at any time suspend or, after consultation with the Recipient, terminate the right of the Recipient to receive Grant funds for the Activities if any of the following events has occurred and is continuing: (a) the Recipient has failed to perform any of its obligations under this Letter Agreement; or (b) the right of the Recipient or any other entity to which the International Bank for Reconstruction and Development (the IBRD) has made a loan with the guarantee of the member country, to make withdrawals under any loan agreement with the IBRD or any development credit, grant or financing agreement with IDA has been suspended. The Bank may also terminate the right of the Recipient to receive Grant funds if: (a) the Bank has decided, at any time after consultation with the Recipient, to withdraw its support to the Project; or (b) the Recipient has withdrawn its request for the Bank’s assistance in the financing of the Project.

8. The Bank is not an agent of, or trustee for, the Recipient and shall not have any fiduciary relationship with the Recipient. The Recipient shall have no right to any portion of the Grant that is not expended by the Bank pursuant to this Letter Agreement.