Dear Ms Turk,

Re: Federal Democratic Republic of Ethiopia: IFAD Loan No. 2000000426, Additional Loan No. 2000001396; Loan No. 2000002140 (Pastoral Community Development Project III) Amendment to the Letter of Appointment between IFAD and IDA

1. We refer to the Pastoral Community Development Project III (the "Project") dated 16 December 2013 between Ethiopia (the Borrower) and the International Fund for Agricultural Development (the Fund) and as amended on 30 December 2015 and 13 October 2017 for the execution of the Project in reference.

2. We also refer to the Letter of Appointment dated 26 May 2014 as amended on 26 July 2016, whereby the International Development Association (the "Association") accepts to act as the Cooperating Institution of the Fund to administer the Loan and supervise the Project in accordance with the Project Loan Agreement.

3. We are pleased to inform you that the Fund agreed an amendment to the Project Loan Agreement which, inter alia, provided a new additional financing to the Borrower for the execution of the Project.

4. In order to facilitate the additional services by the Association for the administration of the additional financing and supervision of the Project, the following amendments to the Letter of Appointment are proposed:

   (a) The subject line shall be amended to read as follows:

   "Re: Federal Democratic Republic of Ethiopia: IFAD Loan No. 2000000426; Loan No. 2000001396; Loan No. 2000002140 (Pastoral Community Development Project III)"

Ms Carolyn Turk
Country Director
World Bank
Addis Ababa
Ethiopia
(b) Paragraph 2 shall be amended to read as follows:

"2. I also refer to the Pastoral Community Development Project III (the "Project") which is to be partly financed by a loan and two additional financing loans from the Fund (together the "Fund Financing") under an Agreement between The Federal Democratic Republic of Ethiopia (the "Borrower") and the Fund dated 16 December 2013 (the "Fund Financing Agreement"), as amended on 30 December 2015 and 13 October 2017. Copies of the Fund Financing Agreement and amendment letters have been furnished to you under separate cover."

(c) Sub-paragraph 5(b)(i) shall be amended to read as follows:

"(i) to modify materially the loan documents related to the Fund Financing (the "Loan Documents"); or;"

5. Except as expressly modified hereby, the Letter of Appointment remains unmodified and in full force and effect.

6. The Fund hereby consents to the disclosure by the Association of the Letter of Appointment, this letter of amendment, and related information in accordance with the Association’s Policy on Access to Information.

7. If this proposal is acceptable to you, we have the honour to request that you countersign the two (2) copies of this letter and return one (1) copy to the Fund, thereby constituting a formal agreement between the Association and the Fund. Upon receipt by the Fund of the original of this letter countersigned by you, this letter of amendment shall enter into full force and effect as from the date of countersignature hereof.

Yours sincerely,

CONFIRMED:

INTERNATIONAL DEVELOPMENT ASSOCIATION

Name: [Signature]
Authorized Representative

Title: Country Director for Ethiopia, Sudan and South Sudan

Date: 27 March 2018