Mr. Alberto Paniagua  
Executive Director  
The Peruvian Trust Fund for  
National Parks and Protected Areas  
Avenida Javier Prado Oeste 2378  
San Isidro, Lima 27  
Peru

Dear Mr. Paniagua,

Re: GEF Grant No. TF15896  
Peru: Strengthening Sustainable Management of the Guano Islands, Isles and Capes  
National Reserve System Project  
Amendment to the Grant Agreement

We refer to the above-referenced Grant Agreement between The Peruvian Trust Fund for National Parks and Protected Areas (PROFONANPE) ("Recipient") and the International Bank for Reconstruction and Development ("World Bank") acting as an implementing agency of the Global Environmental Facility (GEF) dated February 11, 2014 ("Agreement"). We also refer to your letters dated February 27, 2017 (PRFNP-96/17) and March 20, 2017 (PRFNP-141/17) requesting the restructuring of this Grant.

In view of the above and our recent discussions on the subject, the World Bank proposes to amend the Agreement as follows:

1. Schedule 1 (Project Description) to the Agreement shall be deleted and replaced in its entirety to read as follows:

The objective of the Project is to improve the overall management of marine and coastal ecosystems of the RNSIIPG, and protect its biological diversity in Pilot Sites.

Avenida Álvarez Calderón 185, San Isidro, Lima, Peru
The Project consists of the following parts:

**Part 1: Institutional Strengthening**

1. Support the development and implementation of planning and management instruments through, *inter alia*, (a) the development of: (i) the zoning module of the RNSIIPG Master Plan; and (ii) specific management instruments for Pilot Sites that are not targeted by activities under Part 2 and 3 of the Project.

2. Support the development and implementation of training plans on, *inter alia*, management and conservation of marine and coastal protected areas.

3. Support the implementation of SERNANP’s infrastructure and support systems for enhanced surveillance and control (including data-sharing mechanisms) on Pilot Sites.

4. Establishment and capitalization of a new trust fund so as to generate sufficient income to finance a portion of SERNANP’s recurrent management costs and Collaborative Subprojects.

5. Support the communication and dissemination activities of Project interventions to all relevant constituents.

**Part 2: Collaborative Regional Management**

1. Carrying out of locally implemented Collaborative Subprojects in Pilot including, *inter alia*, a research initiative in *Lobos de Afuera* Islands to study the area’s biodiversity.

**Part 3: Monitoring and Evaluation**

1. Provision of support for: (a) the development of ecological baseline approaches to monitor marine biodiversity; and (b) the implementation of regular ecological monitoring systems in Pilot Sites once the activity under (a) above has been completed.

2. Support the development and implementation of a management effectiveness monitoring and evaluation system within SERNAP.

3. Provision of support to RNSIIPG’s Central Office for the monitoring, technical management and evaluation of Project performance.

4. Provision of support for RNSIIPG’s regional offices for security reinforcement, including the provision of equipment, goods and surveillance services.
Please also note that the Restructuring Paper dated April 21, 2017 will be disclosed on the World Bank’s external website as per the World Bank’s policy on Access to Information.

Very truly yours,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By

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

AGREED:

THE PERUVIAN TRUST FUND FOR
NATIONAL PARKS AND PROTECTED AREAS (PROFONANPE)

By: Authorized Representative

Name: ALBERTO PANIAGUA VILLAGRA

Title: DIRECTOR EJECUTIVO

Date: 25 Mayo, 2017
Part 4: Project Management

Strengthening the Recipient's capacity to carry out the administrative and financial management of the Project.”

2. Section IV.A.3(a) of Schedule 2 to the Agreement shall be amended to read as follows:

“(a) "Operating Costs" means expenditures (other than those for consultants' services and Non-consultant Services) all which would not have been incurred absent the Project, including: (i) a portion of the operation and maintenance of motor vehicles, equipment and computer maintenance, communication (including Internet connectivity), office supplies, rent for office facilities, utilities, insurance, surveillance services, travel and per diem costs for Project staff, banking fees, courier services, costs associated with the organization of meetings of the Technical Committee, and (ii) a portion of salaries of PROFONANPE's operational staff working for the Project and approved by the World Bank, but excluding costs covered under monitoring and compliance activities and salaries or honoraria of officials and employees of the Recipient's civil service.”

3. Section I of the Appendix to the Agreement shall include a new definition as follows and will be renumbered accordingly:

“19. “RNSIIPG's Central Office” means the office located in Lima which is responsible for coordinating, facilitating and monitoring all of RNSIIPG’s activities on the ground.”

All other terms and conditions of the Agreement remain in full force and effect.

Please confirm your agreement with the foregoing amendment, on behalf of the Recipient, by signing and dating this letter (“Amendment Letter”) in the spaces provided below. This Amendment Letter shall be executed in two counterparts each of which shall be an original and one of which shall be returned to us. The provisions set forth in this Amendment Letter will become effective as of the date of the countersignature, upon receipt by the World Bank of one fully executed original of this letter.