August 31, 2017

Honorable Amadou Sanneh
Minister of Finance and Economic Affairs
Ministry of Finance and Economic Affairs
Quadrangle
Banjul
Republic of The Gambia

Re.: Republic of The Gambia - Electricity Support Project
IDA Credit 5787-GM/Grant Number -D1140-GM

Second Amendment to the Financing Agreement

Honorable Minister:

We refer to the Financing Agreement, dated May 26, 2016 ("Agreement") between the Republic of the Gambia and the International Development Association ("Association") for the above-referenced Project, as amended. We also refer to your letter dated July 27, 2017, requesting an amendment to some provisions of the Agreement.

We are pleased to inform you that the Association concurs with your request and hereby amend the Agreement as follows:

1. Schedule 1 is deleted and replaced with the one in the annex to this letter.

2. Paragraph 6 of Section I to the Appendix is amended to read as follows:

"6. "Environmental and Social Management Plan" or "ESMP" means: (i) the environmental and social management plan dated July 2015 and its addendum dated February 2016, disclosed in the Recipient’s territory on August 5, 2015, and March 2, 2016, and in the Association’s InfoShop on August 6, 2015, and on March 3, 2016; and (ii) the environmental and social management plan for the Kanuma-Amdalai, Farafenni-Kerr Ali, Djabugu Batapa-TabangingWollof transmission lines dated August 2017, disclosed in the Recipient’s territory on August 17, 2017 and at the World Bank’s website on August 17, 2017; giving details of measures appropriate or required to maximize the benefits of the Project, eliminate, offset or mitigate any adverse environmental and social impacts, or reduce such impacts to acceptable levels, together with budget and costs estimates, sources of funding, adequate institutional, monitoring and reporting arrangements capable of ensuring proper implementation of, and regular feedback on compliance with, the referred environmental and social management plan, as
the same may be amended from time to time with the prior written agreement of the Association."

All other provisions of the Agreement, except as herein amended, shall remain in full force and effect.

Please indicate your agreement with the foregoing amendment by signing and dating this letter and returning it to us, while keeping one original for your records. This amendment will become effective as of the date of countersignature of this letter.

Very truly yours,
INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]
Louise J. Cord
Country Director for the Republic of The Gambia
Africa Region

AGREED:
REPUBLIC OF THE GAMBIA
By: AMADOU SANNEH
Honorable Mr. AmadouSanneh
Minister of Finance and Economic Affairs
Date: 31/10/17

Attachment
Project Description

The objective of the Project is to increase the availability and reliability of electricity supply for existing customers.

The Project consists of the following parts:

A. Increase Electricity Supply

1. Replacing the existing group 8 heavy fuel oil engine at Power House D of the Kotu power plant, and installing an additional second-hand heavy fuel oil engine (as group 7) at Power House I of the Brikama power plant.

2. Rehabilitating and replacing engines in the Brikama power plant.

3. Rehabilitation of damaged electrical and mechanical equipment in Power Houses A, B and D of the Kotu power plant in order to restore their functionality, provide operation reliability and improve the power plant’s efficiency.

4. Purchasing approximately 21,000 metric tons of heavy fuel oil to increase supply for electricity generation under the Project.

5. Construction of up to two single-pole mounted 30kV transmission lines on the northern bank of the Recipient’s territory.

B. Reduction of Technical and Commercial Losses in the Greater Banjul Area

1. Supporting a program of activities to upgrade and rehabilitate the transmission and distribution network in the Greater Banjul Area, including: (a) installing new transformers and upgrading existing transformers; and (b) replacing conductors, distribution feeder pillars and other auxiliaries.

2. Supporting a program of activities to improve electricity metering, including: (a) installing 300 big consumer meters and 13,000 new prepayment meters; and (b) acquiring calibration equipment for meters.

C. Institutional Strengthening and Project Implementation Support

1. Providing technical assistance to train staff of the Project Implementing Entity on SCADA systems, and carrying out strategic studies including a study on the fiscal and financial restructuring for the Project Implementing Entity.

2. Providing technical assistance to carry out external audits for the Project and for implementing the ESMP.