Dear Mr. Salord:

1. We refer to the Administration Agreement between the European Union, represented by the Commission of the European Communities (the “Commission” or the “Donor”) and the International Bank for Reconstruction and Development and the International Development Association (collectively, the “Bank” or “IBRD/IDA”) regarding the ACP-EU Natural Disaster Risk Reduction Programme Trust Fund under the Global Facility for Disaster Reduction and Recovery Track II (GFDRR) (TF071630) (the “Trust Fund”) effective May 9, 2011 (the “Administration Agreement”).

2. We are pleased to acknowledge, on behalf of the Bank, the intention of the Commission to make a supplemental contribution to the Trust Fund in the amount of twenty million EUR (EUR 20,000,000) (the “Supplemental Contribution”). The term “Contribution” in the Administration Agreement shall hereinafter be understood to include the Supplemental Contribution, and therefore, the terms and conditions of the Administration Agreement, as amended herein, shall apply to the Supplemental Contribution.

3. The Commission shall deposit the Supplemental Contribution into such bank account designated by the Bank in accordance with Article 15 of the General Conditions, and in accordance with the payment schedule in Section 4.01 of the Administration Agreement, as amended below.

4. When making such deposit, the Commission shall instruct its bank to include in its payment details information (remittance advice) field of its SWIFT payment message, information indicating: the amount paid, that the payment is made by the Commission for the ACP-EU Natural Disaster Risk Reduction Programme Trust Fund under the Global Facility for Disaster Reduction and Recovery Track II (GFDRR) (TF071630), and the date of the deposit. In addition the Commission shall provide a copy of the deposit instruction to the Bank’s Accounting Trust Funds Division by e-mail sent to tfremitadvice@worldbank.org or by fax sent to (202) 614-1315.

5. Immediately upon receipt of the Supplemental Contribution funds, the Bank will convert such funds into United States dollars.

6. Additionally, the Bank and the Commission agree to amend the Administration Agreement as follows:

Supplemental Contribution and Amendment to the Administration Agreement between the European Union, represented by the Commission of the European Communities and the International Bank for Reconstruction and Development and the International Development Association concerning the ACP-EU Natural Disaster Risk Reduction Programme Trust Fund under the Global Facility for Disaster Reduction and Recovery Track II (GFDRR) (TF071630) – European Commission Trust Fund Number 2011/264 826
(a) Section 2.03. of the Administration Agreement is amended to extend the End-Disbursement Date to June 30, 2020, to read as follows:

"Section 2.03. It is expected that the Contribution will be fully utilized in accordance with the provisions of this Administration Agreement by June 30, 2020 ("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".

(b) Sections 3.01 and 3.02 of the Administration Agreement are amended to include the Supplemental Contribution in the budget of the trust fund, reflecting the aggregate amount of the financing to be provided by the Commission to read as follows:

"Section 3.01. The budget of the Trust Fund is estimated to be EUR 74,500,000 as set out in Annex IV.

Section 3.02. The Commission undertakes to finance EUR 74,500,000 for the Trust Fund."

(c) Section 3.03 of the Administration Agreement is amended to reflect the limit on programme management and trust fund administration costs, by inserting a new paragraph between the second and third paragraphs of Section 3.03, to read as follows:

"In addition, costs incurred by the Bank for programme management and trust fund administration up to a maximum of four million four hundred seventy thousand Euro (4,470,000 EUR) will be charged to the trust fund on an actual basis and as a Direct Cost provided they comply with Section 14.01 of the General Conditions."

(d) Section 4.01 of the Administration Agreement is amended to include the Supplemental Contribution in the payment schedule, to read as follows:

"Section 4.01. Payments will be made in accordance with Article 15 of the General Conditions, and in accordance with the following payment schedule:

<table>
<thead>
<tr>
<th>Payment Type</th>
<th>Percentage</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Advance Payment (original Contribution)</td>
<td>36.58%</td>
<td>EUR 27.25 million</td>
</tr>
<tr>
<td>Intermediate Payment (original Contribution)</td>
<td>14.63%</td>
<td>EUR 10.9 million</td>
</tr>
<tr>
<td>Intermediate Payment (original Contribution)</td>
<td>14.63%</td>
<td>EUR 10.9 million</td>
</tr>
<tr>
<td>Intermediate Payment (Supplemental contribution advance payment)</td>
<td>13.42%</td>
<td>EUR 10 million</td>
</tr>
<tr>
<td>Intermediate Payment (Supplemental contribution)</td>
<td>15.74%</td>
<td>EUR 11.725 million</td>
</tr>
<tr>
<td>Final Payment (original and Supplemental Contribution)</td>
<td>5%</td>
<td>EUR 3.725 million</td>
</tr>
<tr>
<td>(Subject to the provisions of the General Conditions)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

(Subject to the provisions of the General Conditions)
The Contribution funds shall be maintained in United States Dollars. Promptly following the receipt of the Contribution and receipt of all appropriate legal documentation and the payment details information, the IBRD/IDA shall convert the Contribution into United States Dollars."

(e) Article 5 of the Administration Agreement is amended to update addresses, to read as follows:

"Any communication relating to this Administration Agreement shall be in writing, shall state the number and title of the trust fund and shall use the following addresses:

Payment requests and attached reports, including requests for changes to bank account arrangements pursuant to Section 9.02 of the General Conditions, shall be sent to:

For the Commission:

European Commission
Development and Co-operation Directorate General – EuropeAid

For the attention of Head of Unit DEVCO/E4 “Contracts and Finance”,
Mr. Carlos-Matoso FILIPE,
Office L-41 03/110, 1049 Brussels, Belgium

Copies of the documents referred to above, and correspondence of any other nature, shall be sent to:

European Commission
Development and Co-operation Directorate General - EuropeAid
For the attention of Head of Unit DEVCO/E3 “Regional Programmes Sub-Saharan Africa and ACP wide”,
Mr. Denis SALORD,
Office L-41 05/025, 1049 Brussels, Belgium

For the IBRD/IDA

Mr. Francis GHESQUIERE
Head of Global Facility for Disaster Reduction and Recovery (GFDRR) Secretariat
Manager, DRM Practice Group
The World Bank Group
1818 H Street, N.W.
Washington, D.C.

Phone: +1-202-458-1964 7
Email: fghesquiere@worldbank.org"

(f) The section under the heading “Expected results” in Annex I of the Administration Agreement is amended also to reflect the Supplemental Contribution, to read as follows:

"Expected results:

In accordance with the Intra-ACP Strategy, the main result areas are:
• Improved resilience of ACP countries to the impact of natural disasters.
• Better preparedness of the population in disaster-prone areas.
• Reduction of the cost of response in the event of natural disasters.

The Trust Fund will contribute primarily to these result areas through three funding windows to the ACP countries for DRR activities (as described below) and aim tentatively at the following targets:

• at least 30 ACP countries have integrated DRR and Climate Change Adaptation (CCA) in the national development planning process;
• at least 20 ACP countries have developed risk tools to guide vulnerability reduction and emergency preparedness;
• 3 river basins in the ACP regions have enhanced their flood risk management capacity;
• 6 sub-regional lead institutions have functioning DRR capacity;
• at least 20 ACP countries have access to an operational early warning system for natural disasters;
• at least 15 ACP countries have developed risk financing and insurance strategies;
• 20 ACP countries have developed national capacity for Post-disaster Needs Assessment (PDNA);
• 15 ACP countries have undertaken multi-stakeholder post-disaster needs assessments and recovery planning;
• At least 5 countries have effectively implemented DRR in their recovery phase.

It is understood that the tentative targets set forth above: (i) are subject to change without the need to further amend the Administration Agreement: (ii) shall be used for monitoring and evaluation purposes only; and (iii) shall not be taken into account to determine the final amount of the Contribution.”

(g) The description for Window I in Annex I of the Administration Agreement is amended to read as follows:

“World Bank Disaster Risk Management (DRM) regional teams will work in partnership with regional and sub-regional organizations in the ACP region to jointly develop a regional capacity building agenda that provides effective support to countries throughout the region to develop DRM-related frameworks and activities. This will be achieved by developing regional work plans to convene countries, supporting regional organizations to identify opportunities for risk reduction and risk transfer. Activities will also aim at strengthening the coordination, planning and policy advisory capacity for DRM of African Regional Economic Communities (primarily the Economic Community of West African States (ECOWAS), the Intergovernmental Authority on Development (IGAD), the Economic Community of Central African States (ECCAS) and the Southern African Development Community (SADC)), in line with one of the result areas of the EU-funded Programme “Building Disaster Resilience to Natural Hazards in Sub-Saharan African Regions, Countries and Communities”, and fostering strong south to south knowledge exchange programmes. It is anticipated that through a comprehensive regional work programme all ACP countries will be able to leverage additional expertise, technical abilities and best operational practices. It will also provide an advocacy platform, improving cooperation and networking between global, regional, and national research institutions; leveraging additional stakeholder outreach and ultimately benefitting national development plans.”
9. We propose that this letter shall constitute an amendment to the Administration Agreement between the Bank and the Commission upon countersignature. Please confirm your acceptance to the foregoing, on behalf of the Commission, by signing and dating the three originals, retaining two originals for your records and returning one original to the Bank.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Rachel Kyte
Vice President
Climate Change Group

CONFIRMED AND AGREED:

EUROPEAN UNION, REPRESENTED BY THE COMMISSION OF THE EUROPEAN COMMUNITIES

By: Denis Salord
Head of Unit DEVCO/E3 - Regional Programmes,
Sub-Saharan Africa and ACP wide

Date: 14/03/2014
(h) The fifth paragraph in Annex III of the Administration Agreement is amended to include an additional area on which the Trust Fund’s Steering Committee will specifically advise the GFDRR Secretariat, by adding a fifth bullet point to read as follows:

- “Ensuring coordination and exchange of information with the EU-funded Programme: “Building Disaster Resilience to Natural Hazards in Sub-Saharan African Regions, Countries and Communities”.

(g) Annex IV of the Administration Agreement is replaced in its entirety, to read as follows:

<table>
<thead>
<tr>
<th>ACTIVITY</th>
<th>Initial Budget (EUR)</th>
<th>Supplemental Contribution (EUR)</th>
<th>New Budget (EUR)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Window 1 - Regional/sub-regional DRR initiatives</td>
<td>10.000.000,00</td>
<td>18.350.000,00</td>
<td>28.350.000,00</td>
</tr>
<tr>
<td>Window 2 - Mainstreaming DRR at Country level</td>
<td>30.935.000,00</td>
<td>0.00</td>
<td>30.935.000,00</td>
</tr>
<tr>
<td>Window 3 - Post-Disaster initiatives and DRR in Recovery and Reconstruction</td>
<td>10.000.000,00</td>
<td>0.00</td>
<td>10.000.000,00</td>
</tr>
<tr>
<td>Program coordination, monitoring and results communication</td>
<td>3.056.000,00</td>
<td>1.414.000,00</td>
<td>4.470.000,00</td>
</tr>
<tr>
<td>WB Administrative Fees (1%)</td>
<td>509.000,00</td>
<td>236.000,00</td>
<td>745.000,00</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>54.500.000,00</td>
<td>20.000.000,00</td>
<td>74.500.000,00</td>
</tr>
</tbody>
</table>

7. All other terms of the Administration Agreement shall remain the same.

8. The Bank will disclose this Amendment and related information on this Trust Fund in accordance with the World Bank Policy on Access to Information. By entering into this Amendment, the Commission consents to disclosure of this Amendment and related information on this Trust Fund.