His Excellency  
Petar Chobanov  
Minister of Finance  
Sofia, Bulgaria

Dear Mr. Minister:

Re: Bulgaria Second Trade and Transport Facilitation Project (Loan No. 4854-BUL)  
Amendment to the Loan Agreement

We refer to the Loan Agreement between Republic of Bulgaria and the International Bank for Reconstruction and Development (the Bank), for the above-referenced Project, dated March 23, 2007 and amended on February 13, 2012 (the Agreement), and your letter dated September 27, 2013, requesting certain amendments to the above-mentioned Agreement.

We concur with your request and hereby agree to amend the Agreement as follows (the modifications are shown in italics):

1. The table in Section IV.A.2 of Schedule 2 – Project Execution is modified as follows:

   2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Loan (“Category”), the allocation of the amounts of the Loan to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category.

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Loan Allocated (expressed in Euro)</th>
<th>Percentage of Expenditures to be financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Works for the Project, excluding Part II of the Project</td>
<td>25,870,000</td>
<td>75%</td>
</tr>
<tr>
<td>(2) Works under Part II of the Project</td>
<td>8,600,000</td>
<td>75%</td>
</tr>
<tr>
<td>(3) Consultants’ services, Training and Incremental Operating Costs for the Project</td>
<td>2,780,000</td>
<td>75%</td>
</tr>
<tr>
<td>(4) Front-end Fee</td>
<td>0</td>
<td>Amount payable pursuant to Section 2.04 of this Agreement in accordance with Section 2.07 (b) of the General Conditions</td>
</tr>
</tbody>
</table>

   **SUB-TOTAL AMOUNT**  
   37,250,000

   **Cancelled amount as of September 27, 2013**  
   2,250,000

   **TOTAL**  
   39,500,000
2. Section IV.B.2 of Schedule 2 is modified as follows:

“The Closing Date is June 30, 2014.”

We will shortly send you a revised amortization table for Schedule 3 of the Loan Agreement to take into account the partial cancellation of the loan.

All the other terms and conditions of the Loan Agreement, as amended hereby, shall remain in full force and effect.

Please confirm your agreement with the foregoing amendment by signing and dating the confirmation on the enclosed copy of this Amendment Letter and returning it to us. This amendment will come into force and effect upon your countersignature and as of the date on which the Bank receives notice of completion of internal approval procedures under the laws of Bulgaria.

We truly appreciate your commitment to continue to support the Project and look forward to the successful completion of the Second Trade and Transport Facilitation Project.

Sincerely,

Mamta Murthi
Regional Director
Central Europe and the Baltic Countries
Europe and Central Asia Region

CONFIRMED AND AGREED:
REPUBLIC OF BULGARIA

By Authorized Representative

Title MINISTER OF FINANCE

Date 4 DECEMBER 2013
Cc:

Ms. Tanya Georgieva  
Secretary General of the  
Ministry of Finance and  
TTFSE II National Coordinator

Ms. Gergana Beremska  
Director  
IFIs and Cooperation Directorate  
Ministry of Finance

Ms. Svetlana Panova  
Head of Department  
IFIs and Cooperation Directorate  
Ministry of Finance

Mr. Frank Heemskerk  
Executive Director  
The World Bank