Honorable Saada Salum  
Minister of Finance  
Ministry of Finance  
Dar es Salaam,  
United Republic of Tanzania

August 04, 2014

Honorable Minister:

Lake Victoria Environmental Management Project II (Phase I)  
Credit No. 4530-TZ  
Amendment No. 2 to Financing Agreement

We refer to the Financing Agreement dated May 22, 2009 ("Agreement"), between the United Republic of Tanzania ("Recipient") and the International Development Association ("Association") for the above stated Project.

We are pleased to inform you that the Association concurs with your request and hereby amends the Agreement in respect of the provision below:

The table set forth in Section IV, A. 2 of Schedule 2 to the Agreement shall be deleted in its entirety and replaced with the table set forth in Annex 1 to this Amendment.

Except as provided herein, all other provisions of the Agreement shall remain in full force and effect.

Please confirm your agreement to the foregoing by countersigning, dating, and returning to us the enclosed copy of this letter. Upon receipt by the Association of the copy of this letter countersigned by you, this amendment will become effective as of the date of the countersignature.

Sincerely,

[Signature]

Philippe Dongier  
Country Director for Tanzania, Uganda and Burundi  
Africa Region
AGREED:

UNITED REPUBLIC OF TANZANIA

By: __________________________
    Authorized Representative

Name: Dr. LILIE

Title: PERMANENT SECRETARY

Date: 06-08-2014
## Annex 1

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Credit Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works and Incremental Operating Costs for the Project</td>
<td>1,789,650</td>
<td>90%</td>
</tr>
<tr>
<td>(2) Consultants’ services and Training for the Project</td>
<td>477,150</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Subprojects for Part 3(a) of the Project</td>
<td>5,510,000</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Refund of Preparation Advance</td>
<td>234,136.47</td>
<td>Amount payable pursuant to Section 2.07 of the General Conditions</td>
</tr>
<tr>
<td>(5) Goods, works, consultants’ services, Operating Costs and Training for the Project (except Part 3(a) of the Project)</td>
<td>12,689,063.53</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>20,700,000</td>
<td></td>
</tr>
</tbody>
</table>