
H.E. Ato Sufian Ahmed
Minister
Ministry of Finance and Economic Development
Addis Ababa, Ethiopia

Re: Financing Agreement between Federal Democratic Republic of Ethiopia and the International Development Association concerning the credit for Ethiopia Tana & Beles Integrated Water Resources Development Project (Cr. 4457)

Amendment to Financing Agreement

Dear Ato Sufian,

We refer to the letter agreement (the “Agreement”) for the above referenced Project dated June 13, 2008 between the International Development Association (“Association”), and the Federal Democratic Republic of Ethiopia (“Recipient”).

The World Bank is pleased to propose the amendment of the higher-level results indicators of Section II A.1.b of Schedule 2 of the Financing Agreement to complement changes made during the Mid-Term Review. The above mentioned section shall read as follows:

(b) The performance indicators referred to above in sub-paragraph (a) consist of the following:

(i) TaSBO and BeSBO have been established and are fully operational.

(ii) Water resources information systems have been developed for Tana and Beles sub-basins.

(iii) Strategy, institutional framework and incentive structure for private sector participation in the Tana & Beles growth corridor developed and endorsed by key stakeholders

(iv) At least 80,000 hectares of vulnerable Tana Sub-basin microwatersheds have been rehabilitated.

(v) Flood management plans for Part B.2 of the Project have been adopted by Relevant Institutions and targeted communities around Lake Tana.
(vi) Growth oriented investments in the Tana and Beles sub-basins have been finalized and are ready to be implemented.

(vii) Soil monitoring and evaluation system and monitoring network in place

Please confirm your agreement with the foregoing, on behalf of The Federal Democratic Republic of Ethiopia by signing, dating, and returning this letter to us. This amendment will become effective upon receipt of a countersigned copy of this letter.

Very truly yours,
INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Greg Toulmin
Country Director, Ethiopia a.i.
Africa Region

AGREED:
The Federal Democratic Republic of Ethiopia

By /s/ Ahmed Shide
Title State Minister
Date November 24/2011