Mr. Chen Shixin  
Director-General  
International Economic  
and Financial Cooperation Department  
Ministry of Finance  
Beijing  
People’s Republic of China

RE:  China: Chongqing Urban Rural Integration Project II-Health  
(Loan No. 8171-CN)  
Amendment to Loan Agreement

Dear Mr. Chen:

We refer to the Loan Agreement (the Loan Agreement) dated July 11, 2012 between the People’s Republic of China (the Borrower) and the International Bank for Reconstruction and Development (the Bank) and the Project Agreement (the Project Agreement) of the same date between the Bank and Chongqing Municipality, both for the above-referenced project (the Project).

We also refer to the communications from the Ministry of Finance, dated February 15, 2017 and March 28, 2017, respectively, requesting a restructuring of the Project, which requires certain amendments to the Loan Agreement and the Project Agreement. We are pleased to inform you that the Bank concurs with the request, and accordingly agrees to amend the Loan Agreement as follows:

1. The table in Section IV.A.2 of Schedule 2 is hereby amended as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Loan Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works, non-consulting services, consultants’ services, Training, Study Tours, Workshops, and Incremental Operating Costs for Part A of the Project</td>
<td>6,650,000.00</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Part B of the Project</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Works and Goods for Batch One Hospitals</td>
<td>1,193,961.05</td>
<td>100% on or after December 1, 2016</td>
</tr>
<tr>
<td>(b) Works and Goods for Batch Two Hospitals</td>
<td>6,174,622.19</td>
<td>100% on or after December 1, 2016</td>
</tr>
<tr>
<td>(c) Consultants’ services, non-consulting services, Goods Training, Study Tours and Workshops</td>
<td>1,671,904.37</td>
<td>100%</td>
</tr>
</tbody>
</table>
(d) Works, Goods, Consultants' services, non-consulting services, Training, Study Tours and Workshops

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>84,059,512.39</td>
<td></td>
<td>100%</td>
</tr>
</tbody>
</table>

3. Section IV.B.2 is hereby amended to read as follows:

"2. The Closing Date is August 31, 2020."

Except as specifically amended this letter, all other terms and conditions of the Loan Agreement shall remain in full force and effect. The Project Agreement is similarly being amended as reflected in an amendment letter to the Project Agreement of even date herewith.

Please confirm your agreement to the foregoing on behalf of the Borrower by countersigning and dating the corresponding form of confirmation set forth below, and returning one fully countersigned original of this letter to us. This amendment letter shall become effective as of the date of the last countersignature of the two amendment letters (including this one) prepared further to the above-mentioned request, upon receipt by the Bank of: (i) a duly countersigned original of this letter by the authorized representative of the Borrower; and (ii) a duly countersigned original of the amendment letter to the Project Agreement by the authorized representative of Chongqing Municipality.

Yours sincerely,

Elena Glinskaya
Acting Country Director, China

CONFIRMED:

PEOPLE'S REPUBLIC OF CHINA

By: 

Authorized Representative

Name: 

Title: 

Date: 2017.5.12
cc:
Mr. Zhang Guoqing
Mayor
Chongqing Municipal People’s Government
232 Renmin Road, Yuzhong District
Chongqing 40015
People’s Republic of China