H.E. Abdirahman Duale Beileh  
Minister of Finance  
Federal Government of Somalia  
Villa Somalia  
Mogadishu, Somalia

Re: Somalia Capacity Injection Project  
SMPF Grant No. TF0A0415  
Supplemental Grant No. TF0A5472

Amendment to the Grant Agreement

Excellency:

We refer to the Grant Agreement ("Agreement") for the above-referenced Project, between the Democratic Federal Republic of Somalia (the "Recipient") and the International Development Association (the "World Bank") acting as administrator of the Somalia Multi-Partner Fund (SMPF), dated September 2, 2015.

In view of the availability of funds provided for the Project under the SMPF, the World Bank and the Recipient hereby agree to amend the Agreement as follows:

1. Section 3.01 of the Agreement is amended to read as follows:

   "3.01 The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a grant in an amount equal to sixteen million United States Dollars ($16,000,000) ("Grant") to assist in financing the Project."

2. The disbursement table in Section IV. A.2 of Schedule 2 to the Agreement is modified as per the table in the attachment to this letter ("Amendment Letter").

All terms of the Agreement not hereby amended shall remain in full force and effect.

The capitalized terms used in this Amendment Letter and not defined herein have the meaning ascribed to them in the Agreement as applicable.
Please confirm your acceptance with the foregoing, by signing and dating the two enclosed originals, retaining one original for your records and returning the other to the Association. Upon receipt by the Association of the copy of this Amendment Letter countersigned by you, this Amendment Letter will become effective as of the date of the countersignature.

By Bella Bud
Country Director for Somalia
Africa Region

AGREED:

FEDERAL REPUBLIC OF SOMALIA

By

Authorized Representative

Name: Abdiqani Ben Ali
Title: Minister of Finance
Date: 24/08/2017

Attachment
Attachment: Revised Disbursement Table

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of the Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods (including vehicles), non-consulting services, consultant services, salaries of Eligible Civil Servants, Training and Operating Costs under Parts 1.A, 2.A, 3.A and 4. A of the Project</td>
<td>9,770,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Goods (including vehicles), non-consulting services, consultant services, salaries of Eligible Civil Servants, Training and Operating Costs under Parts 1.B, 2.B, 3.B and 4.B of the Project</td>
<td>6,010,000</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Unallocated</td>
<td>220,000</td>
<td></td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>16,000,000</td>
<td></td>
</tr>
</tbody>
</table>