H.E. Dragan Vrankic  
Minister of Finance and Treasury  
Ministry of Finance and Treasury  
Trg Bih 1  
71000 Sarajevo  
Bosnia and Herzegovina  

Re: Bosnia and Herzegovina: Energy Community of South East Europe Program –  
ECSEE Project (Credit No. 4197-BOS)  
Amendment to the Financing Agreement  

Excellency:  

We refer to the Financing Agreement (the Agreement) for the above mentioned Project between Bosnia and Herzegovina (the Borrower) and the International Development Association (the Association) dated August 21, 2006.  

We also refer to the request on behalf of the Borrower, contained in your letter dated November 30, 2010, to amend the Project to include financing of a study on potential uses of solar energy.  

We are pleased to inform you that, after due consideration, the Association has acceded to the aforementioned request. Therefore, the Financing Agreement is hereby amended as follows:  

In Schedule 1 Part B.2. of the Agreement a phrase “other renewable resources” is inserted after the words Dam Safety Components, and the text is revised to include a sub-category “(iv) studies to assess solar energy potential”.  

The amended Schedule 1 Part B.2. of the Agreement now reads as follows:  

2. Technical Assistance for Dam Safety Components and Other Renewable Resources  

Provision of technical assistance to the staff of EPHZHB PIU for: (i) studies to confirm the design of the rehabilitation measures, help the PIU prepare the bidding documents for the dam safety components, assist in the procurement process and evaluation of bids, and monitor Project implementation; (ii) the review and evaluation of dam operation and maintenance
procedures, including a review of existing dam safety plans, and assistance in upgrading these as may be necessary; (iii) procurement training; and (iv) studies to assess solar energy potential.

All the other terms and conditions of the Agreement shall remain in full force and effect.

Please confirm your agreement to the foregoing amendment by signing and dating the confirmation on the enclosed copy of this Letter and returning it to us. The changes will come into force and effect as of the date of your countersignature and upon receipt by the Association of the said duly countersigned original Letter.

Sincerely,

/s/ Jane Armitage
Country Director and Regional Coordinator
South East Europe
Europe and Central Asia

CONFIRMED AND AGREED:

BOSNIA AND HERZEGOVINA

By  /s/ Dragan Vrankic
Name: Dragan Vrankic
Title: Minister of Finance and Treasury
Date: June 29, 2011