September 6, 2016

Mr. George Jervis
Permanent Secretary
Ministry of Agriculture
The Republic of Guyana

Re: Co-operative Republic of Guyana: Cunha Canal Rehabilitation Project
GRIF Grant Number TF0A1943
Additional Instructions: Amended Disbursement Letter

Excellency:

I refer to the Grant Agreement between the Co-operative Republic of Guyana (the “Recipient”) and the International Development Association (the “World Bank”) for the above-referenced project, dated February 17, 2016. The Agreement provides that the World Bank may issue additional instructions regarding the withdrawal of the proceeds of Grant No. TF0A1943 (“Grant”). This letter (“Disbursement Letter”), as revised from time to time, constitutes the additional instructions.

This is the first amendment of the Disbursement Letter dated February 17, 2016 for the above referenced project. This letter restates Section II (vi) in order to modify the Financial Institution at which the Designated Accounts will be opened. All other provisions and attachments of the Disbursement Letter dated February 17, 2016 shall remain in force and effect.

The attached World Bank Disbursement Guidelines for Projects, dated May 1, 2006, (“Disbursement Guidelines”) (Attachment 1), are an integral part of the Disbursement Letter. The manner in which the provisions in the Disbursement Guidelines apply to the Grant is specified below. Sections and subsections in parentheses below refer to the relevant sections and subsections in the Disbursement Guidelines and, unless otherwise defined in this letter, the capitalized terms used have the meanings ascribed to them in the Disbursement Guidelines.

I. Disbursement Arrangements

(i) Disbursement Methods (section 2). The following Disbursement Methods may be used under the Grant:

- Reimbursement
- Advance
- Direct Payment

(ii) Disbursement Deadline Date (subsection 3.7). The Disbursement Deadline Date is four (4) months after the Closing Date specified in the Grant Agreement. Any changes to this date will be notified by the World Bank.

(iii) Disbursement Conditions (subsection 3.8). Please refer to the Disbursement Condition(s) in the Grant Agreement.
II. Withdrawal of Grant Proceeds

(i) Authorized Signatures (subsection 3.1). An authorized signatory letter in the Form attached (Attachment 2) should be furnished to the Association at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

The World Bank
1818 H Street, NW
Washington, DC 20433
United States of America
Attention: Sophie Sirtaine, Country Director

(ii) Applications (subsections 3.2 - 3.3). Please provide completed and signed applications for withdrawal, together with supporting documents, to the address indicated below:

The World Bank/ Banco Mundial
Setor Commercial Norte,
Quadra 02, Lote A
Edifício Corporate Finance Center
7 Andar
70.712-900 Brasilia, DF
Attention: Loan Department

(iii) Electronic Delivery (subsection 3.4) The Association may permit the Recipient to electronically deliver to the Association Applications (with supporting documents) through the Association’s Client Connection, web-based portal. The option to deliver Applications to the Association by electronic means may be effected if: (a) the Recipient has designated in writing, pursuant to the terms of subparagraph (i) of this Section, its officials who are authorized to sign and deliver Applications and to receive secure identification credentials ("SIDC") from the Association for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Recipient have registered as users of Client Connection. If the Association agrees, the Association will provide the Recipient with SIDC for the designated officials. Following which, the designated officials may deliver Applications electronically by completing Form 2380, which is accessible through Client Connection (https://clientconnection.worldbank.org). The Recipient may continue to exercise the option of preparing and delivering Applications in paper form. The Association reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient.

(iv) Terms and Conditions of Use of SIDC to Process Applications. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Recipient confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of Secure Identification Credentials") provided in Attachment 3; and (b) to cause such official to abide by those terms and conditions.

(v) Minimum Value of Applications (subsection 3.5). The Minimum Value of Applications for Reimbursement and Direct Payment is USD 100,000 equivalent.
(vi) Advances (sections 5 and 6).

- **Type of Designated Accounts (subsection 5.3):** Segregated.
- **Currency of Designated Accounts (subsection 5.4)** USD.
- **Financial Institution at which the Designated Accounts Will Be Opened (subsection 5.5):** Bank of Guyana.
- **Ceiling (subsection 6.1):** Forecast for two quarters as provided in the quarterly interim financial report.

III. Reporting on Use of Grant Proceeds

(i) **Supporting Documentation (section 4).** Supporting documentation should be provided with each application for withdrawal as set out below:

- **For requests for Reimbursement:**
  - Interim Financial report in the form attached (Attachment 4).
  - List of payments against contracts in the form attached (Attachment 5) for all contracts subject to the Association’s prior review.
  - For the reimbursement of Resettlement expenses, the Resettlement agreement between the Government and Barama Company Limited (BCL) and the payment receipts for the payments made to BCL should be submitted.

- **For reporting eligible expenditures paid from the Designated Account:**
  - Interim Financial report in the form attached (Attachment 4).
  - List of payments against contracts in the form attached (Attachment 5) for all contracts subject to the Association’s prior review.
  - Designated Account Reconciliation Statement (Attachment 6) and bank statements.

- **For requests for Direct Payment:** Records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices.

(ii) **Frequency of Reporting Eligible Expenditures Paid from the Designated Account (subsection 6.3):** quarterly.
IV. Other Disbursement Instructions:

(i) **DA & Local currency Account:** The Designated Account for the project will be opened with Federal Reserve Bank, New York. The PIU will open another segregated account in local currency (GYD). Funds will be transferred from the DA to the local currency account for the payments to be made in local currency. It is to be ensured by the PIU that the amount transferred as advances to the local currency account are to be expensed out or to be refunded back to the Designated Account in a timely manner.

*Banks statements and reconciliation statements are to be provided for both USD and GYD accounts along with the withdrawal application for reporting eligible expenditures paid from DA*

(ii) **Payment for Resettlement Expenses:** All payments under category 2, Resettlement expenses, are to be made by the Government and will be claimed through a reimbursement application. For the reimbursement of Resettlement expenses, the Resettlement agreement between the Government and Barama Company Limited (BCL) and payment receipts are to be submitted. Payments under category 2 are neither to be made through the Designated Account nor to be claimed as a direct payment.

V. Other Important Information


If you have not already done so, the Association recommends that you register as a user of the Client Connection website ([https://clientconnection.worldbank.org](https://clientconnection.worldbank.org)). From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Grant, and retrieve related policy, financial, and procurement information. All Recipient officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the website and registration arrangements, please contact the Association by email at <clientconnection@worldbank.org>.

If you have any queries in relation to the above, please contact us at wfa8n-brasilia@worldbank.org using the above Project name and Grant number as a reference in the subject line.

Yours sincerely,

By [Signature]

Faly Diallo
Finance Officer
Caribbean Country Management Unit
Latin America and Caribbean Region

Attachments

1. *World Bank Disbursement Guidelines for Projects*, dated May 1, 2006 – *Not included as there is no change from previous Disbursement Letter*
2. Form for Authorized Signatures – *Not included as there is no change from previous Disbursement Letter*
3. *Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation*, dated March 1, 2013 – *Not included as there is no change from previous Disbursement Letter*
4. Form of Interim Financial Report – **Not included as there is no change from previous Disbursement Letter**

5. Form of Payments Against Contracts Subject to the Association’s Prior Review – **Not included as there is no change from previous Disbursement Letter**

6. Form of Designated Account Reconciliation Statement – **Not included as there is no change from previous Disbursement Letter**