Dear Mr. Steiner:

We refer to the Grant Agreement for the above-referenced Project dated August 3, 2009 and countersigned on August 14, 2009 (the Agreement) between the International Bank for Reconstruction and Development (the Bank), acting as administrator of grant funds provided under the Cities Alliance Multi-Donor Trust Fund, and the United Nations Environment Programme (the Recipient).

We also refer to your letter dated October 5, 2012 requesting: (i) an extension of the Closing Date of the Grant from June 30, 2013 to June 30, 2014; and (ii) an increase in the Grant amount by twenty three thousand seven hundred thirty four United States Dollars (US$23,734).

We would like to inform you that the Bank has considered your requests and has agreed to amend the Agreement as follows:

1. A phrase “a grant in an amount not exceeding Three Hundred Fifty Five Thousand Nine Hundred Fifty United States Dollars (US$355,950) (the Grant)” in the first paragraph of the Agreement is replaced with a phrase “a grant in an amount of not exceeding three hundred seventy nine six hundred eighty four United States Dollars (US$379,684).

2. The table in Section 4.2 is revised to read as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (in US$)</th>
<th>Percentage of Expenditures to Be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consultant Services, Training, Workshops and Seminars, and Dissemination</td>
<td>338,734</td>
<td>100%</td>
</tr>
<tr>
<td>Administrative Costs</td>
<td>40,950</td>
<td>100%</td>
</tr>
<tr>
<td>Total</td>
<td>379,684</td>
<td></td>
</tr>
</tbody>
</table>
3. The date “June 30, 2013” in sub-paragraph (c) of paragraph 4.3 of the Annex to the Agreement is revised to read “June 30, 2014”.

4. All other terms of the Agreement shall remain the same.

5. The Bank will disclose this Amendment and related information on this Trust Fund Grant in accordance with the Bank Policy on Access to Information. By entering into this Amendment, the Recipient consents to disclosure of this Amendment.

6. Please confirm your agreement to the foregoing, on behalf of the Recipient, by signing, dating and returning to us the enclosed copy of this Amendment. Upon receipt by the Bank of the copy of this Amendment countersigned by you, this Amendment will become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By: [Signature]

Zoubida Allaoua
Director
Disaster Risk and Urbanization Management Department

CONFIRMED AND AGREED:

UNITED NATIONS ENVIRONMENT PROGRAMME

By: [Signature] Date: 21-01-2013

Name: Achim Steiner
Title: Executive Director