Mr. Arthur Mandambwe  
Chief Executive Officer  
ESCOM Limited  
ESCOM House  
9 Haille Sellassie Road  
P.O. Box 2047  
Blantyre  
Malawi

Dear Mr. Mandambwe:

Infrastructure Services Project  
(Grant No. H242-MAI)  
Amendment to the Project Agreement

We refer to the Project Agreement (“Agreement”) between the International Development Association (“Association”) and Electricity Supply Corporation of Malawi dated September 4, 2006, for the above mentioned Project. We also refer to the letter dated September 21, 2010 from the Republic of Malawi (“Recipient”), requesting the Association to amend the Agreement.

We are pleased to inform you that the Association accedes to the Recipient’s request and hereby amends the Agreement as follows:

1. Sections III.A.1(a) and (b) of the Schedule to the Agreement are deleted in their entirety and replaced with the following:

   “(a) The Project Implementing Entity shall monitor and evaluate the progress of its Respective Part of the Project and prepare Project Reports for its Respective Part of the Project in accordance with the provisions of Section 4.08 of the General Conditions and on the basis of the indicators agreed with the Association and set forth in Section III.A.1(b) of Schedule 2 to the Financing Agreement. Each such Project Report shall cover the period of six months, and shall be furnished to the Recipient not later two weeks after the end of the period covered by such report for incorporation and forwarding by the Recipient to the Association of the overall Project Report.”

2. Section III.A.1(c) is renumbered to read Section III.A.1(b).
All other provisions of the Agreement, except as amended herein, will remain unchanged.

Please confirm your agreement to the foregoing by countersigning, dating, and returning to us the enclosed copy of this letter. Upon receipt by the Association of the copy of this letter countersigned by you, this amendment will become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By: /s/ Kundhavi Kadiresan
Kundhavi Kadiresan
Country Director for
Malawi, Zambia and Zimbabwe
Africa Region

AGREED:
ELECTRICITY SUPPLY CORPORATION OF MALAWI

By: /s/ A.G. Arthur Mandambwe

Title: Acting Chief Executive Officer

Date: November 29, 2011
cw & cc: M. Mpundu, Sperling (LEGAF); Jose Janeiro (CTRFC); A. Bakalian (AFTUW),

bcc: S. Bloemenkamp, C. Kamwendo, E. Lozo, A Jere (AFMMW); T. Chimaliro (AFTFM); S. Mhone (AFTPC); J. Ahmad, R. White, M. Woldu, B. Asaam, IRIS (AFTUW); L. Schwarz, T. McCue (CTRLA); A. Sperling (LEGAF); Y. Amde, G. Soko (AFCMZ)