Amendment No. 1 to the Administration Agreement between the Government of Switzerland, represented by the State Secretariat for Economic Affairs and the International Bank for Reconstruction and Development and the International Development Association regarding the South Africa Financial Sector Development and Reform Program Multi-donor Trust Fund (No. TF072243)

1. We refer to the Administration Agreement between the Government of Switzerland, represented by the State Secretariat for Economic Affairs (the “Donor”) and the International Bank for Reconstruction and Development and the International Development Association (collectively, the “Bank” and together with the Donor, the “Parties” and each a “Party”), regarding the South Africa Financial Sector Development and Reform Program Multi-donor Trust Fund No. TF072243 (the “Trust Fund”) effective as of July 22, 2014 (the “Agreement”). We also refer to a recent discussion between the Donor and the Bank for the Donor’s additional contribution of five hundred thousand United States Dollars (USD$500,000) for the TF activities.

2. Therefore, we propose to amend the Agreement in respect of the provisions below.

(a) Paragraph 1 of the Agreement is amended to read as follows:

“1. The International Bank for Reconstruction and Development and the International Development Association (collectively, the “Bank”) acknowledges that the Swiss State Secretariat for Economic Affairs (the “Donor”, and together with the Bank, the “Parties” and each a “Party”) agrees to provide the sum of four million six hundred twenty thousand United States Dollars (US$4,620,000) (the “Contribution”) for the South Africa Financial Sector Development and Reform Program Multi-Donor Trust Fund (TF072243) (the “Trust Fund”) in accordance with the terms of this Administration Agreement. Other donors are also expected to contribute to the Trust Fund on the terms and conditions specified in the Annexes to this Administration Agreement.”

(b) Paragraph 3 of the Agreement is amended to read as follows:

“3. The Donor shall deposit the Contribution in accordance with the following schedule and in the currency specified in Section 1 above (“Contribution Currency”) into such bank account designated by the Bank (each amount deposited hereinafter referred to as an “Installment”) and upon the submission of a payment request by the Bank:

(a) promptly following countersignature of this Agreement by the Donor, one million five hundred thousand USD (USD 1,500,000) (Already received);
(b) on or before March 15, 2015, one million five hundred thousand USD (USD 1,500,000) (Already received);
(c) on or before December 15, 2015, USD 560,000; (Already received)
(d) on or before March 15, 2016, USD 560,000; and
(e) on or before March 15, 2017, USD 500,000.”
3. Paragraph 2 (a) (iii) in Annex I of the Agreement is amended to read as follows:

"(iii) Component III: Strengthening the development and regulation of capital markets:

Advise South Africa on strengthening the regulatory and oversight capacity for capital markets development, including brokerage firm regulation, contributing to a stable capital market and a stronger enabling environment, as well as new instruments developed for infrastructure finance, project bonds, and covered bonds, supporting the development of the financial system."

4. All other terms of the Agreement, except amended herein, shall remain the same.

5. The Bank shall disclose this Amendment in accordance with the Bank’s Policy on Access to Information. By entering into this Amendment, the Donor consents to such disclosure.

6. Each of the Parties represents, by confirming its agreement below, that it is authorized to enter into this Amendment and act in accordance with these terms and conditions. The Parties are requested to sign and date this Amendment, and upon possession by the Bank of this fully signed Amendment, this Amendment shall become effective as of the date of the last signature.

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

By: [Signature]
Name: Guang Z. CHEN
Title: Country Director
Date: March 9, 2016

THE GOVERNMENT OF SWITZERLAND
(Represented by the STATE SECRETARIAT FOR ECONOMIC AFFAIRS)

By: [Signature]
Name: Fries Gernmann
Title: Head of Operations
Date: 15.3.2016