Date: November 23, 2016

H. E. Badr Eldin Mahmoud Abbas
Minister of Finance and Economic Planning
Ministry of Finance and Economic Planning
Khartoum, Republic of the Sudan

Re: SPF Grant Agreement for Sustainable Livelihoods
   for Displaced and Vulnerable Communities in
   Eastern Sudan Project Phase II – Grant No. TF0A3002

Excellency:

In response to the request for financial assistance made on behalf of Republic of Sudan ("Recipient"), I am pleased to inform you that the International Development Association ("World Bank"), acting as administrator of grant funds provided by various donors ("Donors") under the State-and Peace-Building Fund, proposes to extend to the Recipient a grant in an amount not to exceed four million two hundred and eighty five thousand United States Dollars (U.S.$ 4,285,000) ("Grant") on the terms and conditions set forth or referred to in this letter agreement ("Agreement"), which includes the attached Annex, to assist in the financing of Parts I, III and IV of the project described in the Annex ("Project").

This Grant is funded out of the abovementioned trust fund for which the World Bank receives periodic contributions from the Donors. In accordance with Section 3.02 of the Standard Conditions (as defined in the Annex to this Agreement), the World Bank's payment obligations in connection with this Agreement are limited to the amount of funds made available to it by the Donors under the abovementioned trust fund, and the Recipient's right to withdraw the Grant proceeds is subject to the availability of such funds.

The Recipient represents, by confirming its agreement below, that it is authorized to enter into this Agreement and to carry out the Project in accordance with the terms and conditions set forth or referred to in this Agreement.
Please confirm the Recipient's agreement to the foregoing by having an authorized official of the Recipient sign and date the enclosed copy of this Agreement, and returning it to the World Bank.

Very truly yours,
INTERNATIONAL DEVELOPMENT ASSOCIATION

AGREED:
REPUBLIC OF THE SUDAN

By ___________________________
Authorized Representative

Name  

Title  

Date: ________________

Enclosures:


(2) Disbursement Letter of the same date as this Agreement, together with World Bank Disbursement Guidelines for Projects, dated May 1, 2006.
Article I
Standard Conditions; Definitions

1.01. **Standard Conditions.** The Standard Conditions for Grants Made by the World Bank out of Various Funds dated February 15, 2012 ("Standard Conditions") constitute an integral part of this Agreement.

1.02. **Definitions.** Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Standard Conditions or in the Appendix to this Agreement.

Article II
Project Execution

2.01. **Project Objectives and Description.** The objective of the Project is to strengthen the capacity of local stakeholders, including state authorities, displaced persons and vulnerable host communities, to plan and implement improved livelihoods and natural resource management practices. The Project consists of the following four parts. Parts I, III and IV of the Project are implemented by the Recipient through this Grant Agreement and Part II of the Project is implemented by the World Bank, on behalf of the Recipient through a separate Grant Agreement between the World Bank and the Recipient.

Part I: Development of Local Structures and Capacities (Including Project Management)

(a) **Capacity Building:** Building the capacity of local government structures, project staff, and target communities, in areas functional to Project objectives, namely sustainable environmental management, improving livelihoods service delivery, and development planning techniques for rural internally displaced persons and host communities, including literacy training for target communities, and strengthening of local vocational training capacity.

(b) **Communications and Sensitization:** Developing a robust public information strategy to (i) inform the beneficiaries, host communities, and the local stakeholders about the scope of the program, its advantages and components, and help manage expectations; (ii) promote widespread adoption of new practices and technologies; (iii) strengthen the link between environmental protection and tangible social and economic benefits; and (iv) educate local stakeholders on the social, economic, and health impacts of environmental degradation, and measures to mitigate such effects.

(c) **Project Evaluation:** Conducting evaluations of the project at midterm and at project completion.

(d) **Project Management:** Carrying out of activities for overall administration, coordination, management and implementation of the Project.
Part II: **Analytics and Technical Assistance**

(a) **Research Studies:** Carrying out research studies, assessments and analyses to technically support the Project activities in target communities, including: (i) examination of social, cultural, and economic conditions in communities; (ii) exploring opportunities for sustainable natural resource management interventions; (iii) dissemination of the results of these studies, in coordination with the PCU, through various fora; and (iv) production of records to track study outputs.

(b) **Technical Assistance:** (i) Providing technical support and guidance in the Project design that may be increased at key intervals; and (ii) providing training to local stakeholders in sustainable environmental management techniques, if needed.

Part III: **Community Small Works Support**

(a) **Community Small Works Support:** Provision of small works support to selected communities, through a participatory, community-driven approach, and bringing together community members into a Community Development Committee (CDC) to organize communities to draft environmental management action plans and to carry out a portfolio of small scale work, including improved agriculture management, improved animal production, irrigation and drainage, forestry, environmentally-friendly civil works upgrades, and income diversification, as well as technical oversight of small works implementation on a shared cost basis with the selected communities and midterm assessments to determine eligibility for continued Project support.

(b) **Community Champions Program:** Provision of training to exceptional performers in the community to serve as civic leaders, ambassadors and trainers to other target communities in order to support the cross-fertilization of knowledge on sustainable nature resource management practices and empower communities to become civically engaged.

Part IV: **Economic Livelihoods and Benefit Trans-Passing:**

(a) **Livelihood Grants:** Provision of livelihood grants ("Subgrants") by the Ministry of Finance, Economy and Labor in the State of Kassala ("MFEL") to individual households in target communities ("Beneficiaries") to pursue income generating activities ("Subprojects"), which includes having communities select beneficiary households, identify livelihood priorities, vet the proposals through technical experts, and receive vocational training in the chosen area of income generation.

(b) **Joint Initiatives:** Provision of livelihood Subgrants by the MFEL to selected community groups as Beneficiaries, with preference given to women and youth groups, for group income-generating Subprojects not adequately covered by Part IV(a).

(c) **Benefit Trans-Passing:** Developing a system through which Beneficiaries of individual livelihood Subgrants accept obligations through their respective Subgrant Agreements to repay the value of the Subgrant received to their respective Community Development Committee (CDC), in coordination with the respective locality government, under terms and conditions described or referred to in more

-4-
detail in the Operations Manual and satisfactory to the World Bank. The communities thereafter avail Subgrants to further Beneficiaries within the community, as further detailed in the Operations Manual.

2.02. Project Execution Generally. The Recipient declares its commitment to the objectives of the Project. To this end, the Recipient shall carry out the Project through the MFEL, in accordance with the provisions of: (a) Article II of the Standard Conditions; (b) the “Guidelines on Preventing and Combating Fraud and Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants”, dated October 15, 2006 and revised in January 2011 (“Anti-Corruption Guidelines”); and (c) this Article II.

2.03. Institutional and Implementation Arrangements.

(A) Institutional Arrangements.

Federal Level

(i) Federal Advisory Board (FAB): The Recipient shall maintain at all times during Project implementation the Federal Advisory Board, with membership, terms of reference and resources acceptable to the World Bank, for ensuring regular consultations with partners and government oversight at the Federal level.

(ii) Project Coordination Unit (PCU): The Recipient shall maintain at all times during Project implementation the PCU with staffing, including a program coordinator (reporting to the MFEL), finance officer, procurement officer and an environmental specialist, with terms of reference and resources acceptable to the World Bank, to be responsible for, inter alia, implementation, management and coordination of the Project.

State Level

(iii) Technical Working Group (TWG): The Recipient shall cause MFEL to maintain at all times during Project implementation the Technical Working Group including representatives of the state ministries participating in the Project, the Commissioners of target localities in Kassala, and the Humanitarian Aid Commission (HAC), with membership, terms of reference and resources acceptable to the World Bank, as detailed in the Operations Manual, to be responsible for ensuring regular consultations with partners and government oversight at the State level.

(iv) State Project Unit (SPU): The Recipient shall cause MFEL to maintain throughout the implementation of the Project, the SPU with staffing, including a project manager, a monitoring and evaluation/communications specialist and a livelihood officer, with terms of reference and resources acceptable to the World Bank, to be responsible for, inter alia, undertaking day-to-day operations of Parts I, III and IV of the Project.
(B) Implementation Arrangements

(i) Operations Manual

(a) The Recipient shall cause MFEL to adopt, and thereafter implement an Operations Manual, in a manner and substance satisfactory to the World Bank, which manual inter alia shall include: (A) Project implementation arrangements; (B) procurement procedures and standard procurement documentation; (C) reporting requirements; (D) financial management and audit procedures; (E) monitoring and evaluation arrangements; (F) eligibility criteria, operating procedures, guidelines for selection, approval, implementation, monitoring and evaluation of Subprojects under Part IV of the Project; (G) eligibility criteria for selection of Beneficiaries receiving Subgrants under Part IV of the Project, as well as schedules and modalities of delivering such Subgrants; (H) detailed procedures and criteria for Benefit-Trans Passing under Part IV(c) of the Project; and (F) such other administrative, financial, technical and organizational arrangements and procedures as are required for the Project.

(b) The Recipient shall afford the World Bank a reasonable opportunity to exchange views with the Recipient on said Operations Manual, and thereafter, shall adopt such Operations Manual, as shall have been approved by the World Bank ("Operations Manual").

(c) The Recipient shall ensure that the Project is carried out in accordance with the Operations Manual; provided, however, that in case of any conflict between the provisions of the Operations Manual, and those of this Agreement, the provisions of this Agreement shall prevail.

(d) The Recipient shall not amend or waive any provisions of the Operations Manual without the prior written agreement of the World Bank.

(ii) Environmental and Social Safeguards

(a) The Recipient shall carry out the Project in accordance with the environmental, social and resettlement guidelines, rules and procedures defined in the Environmental and Social Management Framework (ESMF) and the Resettlement Policy Framework (RPF) to be prepared, consulted upon, and disclosed for the Project. To this end, in cases of any activity requiring the maintenance of a site specific Environmental and Social Management Plan (ESMP) under the ESMF or any subproject requiring the adoption of a site-specific Resettlement Action Plan (RAP) under the RPF, as the case may be, the Recipient shall:

(i) prepare, consult, implement and monitor ESMPs in accordance with the ESMF and in form and substance acceptable to the World Bank, defining: (i) measures to be taken during the implementation of the Subprojects to eliminate or offset adverse environmental or social impacts, or to reduce them to acceptable levels; and (ii) plans for monitoring relevant measures; and

(ii) prepare, consult, disclose and implement RAPs in accordance with the RPF and in a form and substance acceptable to the World Bank, defining a
program of actions, measures and policies for compensation and resettlement of Affected Persons, including the magnitude of displacement, proposed compensation and resettlement arrangements, budget and cost estimates, and sources of funding, together with adequate institutional, monitoring and reporting arrangements capable of ensuring proper implementation of, and regular feedback on compliance with, the RAPs. The proceeds from SLDP II grant will not be used to finance land acquisition or compensation payments.

(b) The Recipient shall not amend or waive, or permit to be waived, the ESMF, RPF, ESMPs or RAPs, or any provision of any one thereof, without the prior written agreement of the World Bank.

(c) The Recipient shall ensure that all measures for carrying out the recommendations of the ESMF, RPF, ESMPs and RAPs are taken in a timely manner.

(d) The Recipient shall include in the Project Reports referred to in Section 2.05 of the Annex to this Agreement, adequate information on monitoring the measures defined in the ESMF, RPF, ESMPs and RAPs, giving details of:

(i) measures taken in furtherance of such ESMF, ESMPs, RPF and RAPs;

(ii) conditions, if any, which interfere or threaten to interfere with the smooth implementation of such ESMF, ESMPs, RPF and RAPs; and

(iii) remedial measures taken or required to be taken to address such conditions and to ensure the continued efficient and effective implementation of such ESMF, ESMPs, RPF and RAPs.

(iii) Livelihood Grants

(a) The Recipient through MFEL, shall appraise, approve and monitor Subprojects under Part IV of the Project and administer the Subgrants in accordance with the provisions and procedures set forth or referred to in this Section, as further detailed in the Operations Manual.

(b) The Subprojects shall be carried out under Subgrant Agreements, each such agreement to be concluded between MFEL, on behalf of the Recipient, and the respective Beneficiary, and acknowledged by the relevant CDC and locality government, under terms and conditions described or referred to in more detail in the Operations Manual and satisfactory to the World Bank, which, inter alia, shall include the following:

(i) the description of the Subproject activities to be implemented under the respective Subgrant Agreement, including the outputs and performance targets to be achieved, the terms for repayment of the value received, and the arrangements for monitoring and reporting;

(ii) the modalities of transfer of Subgrants by the MFEL to the Beneficiary, which should include, inter alia, a requirement that the Subgrants are
transferred to the Beneficiary only after a Subgrant Agreement between MFEL and the Beneficiary, acknowledged by the relevant CDC and locality government and satisfactory to the World Bank, has been duly executed;

(iii) the obligation of the Beneficiary to: (a) carry out the specified activities with due diligence and efficiency and in accordance with sound technical, engineering, environmental, financial, managerial practices, and the Anti-Corruption Guidelines; and (b) maintain adequate records to reflect, in accordance with sound accounting practices, the operations, resources and expenditures relating to the specified activities;

(iv) the requirement that the goods, works, non-consulting services and consultants' services to be financed from the proceeds of the Subgrant shall be procured in accordance with procedures ensuring efficiency and economy and in accordance with the Operations Manual and provisions of Section 2.07 of the Annex to this Agreement, and shall be used exclusively in the carrying out of the specified activities; and

(v) the right of the MFEL, on behalf of the Recipient, to: (a) inspect by itself, or jointly with the World Bank, if the World Bank shall so request, the goods, works, sites, plants and construction included in the specified activities, the operations thereof and any relevant records and documents; (b) obtain all information as it, or the World Bank, shall reasonably request regarding the administration, operation and financial conditions of specified activities; and (c) suspend or terminate the right of the Beneficiary to use the proceeds of the Subgrant upon failure by the Beneficiary to perform any of its obligations under the respective Subgrant Agreement.

(c) The Recipient through the MFEL shall exercise its rights under each Subgrant Agreement in such manner as to protect the interests of the Recipient and the World Bank and to accomplish the purposes of the Project, and, except as the World Bank shall otherwise agree, the Recipient shall not assign, amend, abrogate or waive any Subgrant Agreement or any substantial provision thereof.

2.04. Donor Visibility and Visit. (a) The Recipient shall take or cause to be taken all such measures as the World Bank may reasonably request to identify publicly the Donors' support for the Project.

(b) For the purposes of Section 2.09 of the Standard Conditions, the Recipient shall, upon the World Bank's request, take all measures required on its part to enable the representatives of the Donors to visit any part of the Recipient's territory for purposes related to the Project.

2.05. Project Monitoring, Reporting and Evaluation. (a) The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 2.06 of the Standard Conditions and on the basis of the indicators acceptable to the World Bank. The Recipient shall afford the World Bank a reasonable opportunity to exchange views with the Recipient on Project Reports. Each Project Report shall cover the period of one
calendar semester, and shall be furnished to the World Bank not later than one month after the end of the period covered by such report.

(b) The Recipient shall prepare the Completion Report in accordance with the provisions of Section 2.06 of the Standard Conditions. The Completion Report shall be furnished to the World Bank not later than six months after the Closing Date.

2.06. Financial Management. (a) The Recipient shall ensure that a financial management system is maintained in accordance with the provisions of Section 2.07 of the Standard Conditions.

(b) The Recipient shall ensure that interim unaudited financial reports for the Project are prepared and furnished to the World Bank not later than forty five (45) days after the end of each calendar quarter, covering the quarter, in form and substance satisfactory to the World Bank.

(c) The Recipient shall have its Financial Statements audited in accordance with the provisions of Section 2.07 (b) of the Standard Conditions. Each such audit of the Financial Statements shall cover the period of one fiscal year of the Recipient. The audited Financial Statements for each such period shall be furnished to the World Bank not later than six months after the end of such period.

2.07. Procurement

(a) General. All goods, works, non-consulting services and consultants' services required for the Project and to be financed out of the proceeds of the Grant shall be procured in accordance with the requirements set forth or referred to in:


(ii) Sections I and IV of the “Guidelines: Selection and Employment of Consultants under IBRD Loans and IDA Credits and Grants by World Bank Borrowers” dated January 2011 (revised July 2014) (“Consultant Guidelines”) in the case of consultants’ services; and

(iii) the provisions of this Section, as the same shall be elaborated in the procurement plan prepared and updated from time to time by the Recipient for the Project in accordance with paragraph 1.18 of the Procurement Guidelines and paragraph 1.25 of the Consultant Guidelines (“Procurement Plan”).

(b) Definitions. The capitalized terms used in the following paragraphs of this Section to describe particular procurement methods or methods of review by the World Bank of particular contracts, refer to the corresponding method described in Sections II and III of the Procurement Guidelines, or Sections II, III, IV and V of the Consultant Guidelines, as the case may be.

(c) Particular Methods of Procurement of Goods, Works and Non-consulting Services

(i) Except as otherwise provided in sub-paragraph (ii) below, goods, works and non-consulting services shall be procured under contracts awarded on the basis of International Competitive Bidding.
The following methods, other than International Competitive Bidding, may be used for procurement of goods, works and non-consulting services for those contracts which are specified in the Procurement Plan: (A) Limited International Bidding; (B) National Competitive Bidding, subject to the following additional provisions: Procurement through National Competitive Bidding (NCB) shall follow procedures acceptable to the World Bank including the use of national SBDs prepared to the satisfaction of the World Bank and issued in the Arabic language; (C) Shopping; (D) procurement under Framework Agreements in accordance with procedures which have been found acceptable to the World Bank; (E) Direct Contracting; (F) Force Account; (G) Procurement from UNEP and UN Habitat; and (H) Community Participation procedures which have been found acceptable to the World Bank.

Additionally, as Sudan is deemed by the World Bank to qualify under paragraph 12 of the Bank Operational Policy (OP) 10.00, the World Bank will allow the application to the Project of the flexibility detailed in the Guidance to World Bank staff: Simplified Procurement Procedures in Situation of Urgent Need of Assistance or Capacity Constraints April 2013.

National Competitive Bidding (NCB) shall follow the Recipient's procurement procedure acceptable to the World Bank, provided that key principles such as economy, transparency, efficiency and fair competition are adhered to, and subject to the following additional procedures:

**Participation in bidding:**

a) Government-owned enterprises in the Sudan shall be eligible to participate in bidding only if they can establish that they are legally and financially autonomous, operate under commercial law, and are not a dependent agency of the Sudan.

b) Foreign bidders shall be eligible to participate under the same conditions as local bidders. In particular, no preference over foreign bidders shall be granted to local bidders in bid evaluation.

**Advertising: time for bid preparation**

c) Invitations to bid shall be advertised on at least two (2) consecutive days in a local newspaper of wide circulation, and prospective bidders shall be allowed a minimum of thirty (30) days between the date on which the notification appears for the first time and the deadline for bid submission. With the specific approval of the World Bank, this minimum period of thirty (30) days may be reduced to a minimum period of ten (10) days in the case of emergency operations.

**Standard bidding documents**

d) Until standard bidding documents acceptable to the World Bank have been introduced by the Government of the Sudan, simplified version of World Bank's standard bidding documents may be used with the World Bank’s prior approval. In accordance with paragraph 1.16 (e) of the Procurement Guidelines, each bidding document and contract financed out of the proceeds of the Grant shall provide that:

(i) The bidders, suppliers and contractors, and their sub-contractors, agents,
personnel, consultants, service providers, or suppliers shall permit the World Bank, at its request, to inspect their accounts and records relating to the bid submission and performance of the contract and to have said accounts and records audited by auditors appointed by the World Bank; and (ii) the deliberate and material violation by the consultant, bidder, supplier, contractor or subcontractor of such provision may amount to an obstructive practice as defined in paragraph 1.16(a)(v) of the Procurement Guidelines.

**Qualification criteria and evaluation criteria**

c) Qualification criteria shall be clearly specified in the bidding documents, and all criteria so specified, and only criteria so specified, shall be used to determine whether a bidder is qualified. Bids of bidders not meeting such criteria shall be rejected as non-qualified. The fact that a bidder meets or surpasses the specified qualification criteria shall not be taken into account in the evaluation of such bidder's bid.

f) Evaluation criteria shall be clearly specified in the bidding documents, and all evaluation criteria other than price shall be quantified in monetary terms. All evaluation criteria so specified, and only criteria so specified, shall be used in bid evaluation. Merit points shall not be used in bid evaluation.

**Bid submission**

g) Bids shall be submitted in sealed envelopes and shall be accepted whether mailed or hand-carried.

**Bid opening**

h) Bids shall be opened in the presence of bidders who wish to attend, and immediately after the deadline for bid submission. Said deadline, and the place of bid opening, shall be announced in the invitation to bid. The name of each bidder, and the amount of his bid, shall be read aloud and recorded when opened in the minutes of bid opening. The minutes of bid opening shall be signed by the members of the bid opening committee immediately after bid opening.

i) Bids received after the deadline for bid submission shall be returned to the bidders unopened.

**Bid evaluation and award of contracts**

j) A bid containing material deviations from or reservations to the terms, conditions and specifications of the bidding documents shall be rejected as not substantially responsive. A bidder shall not be permitted to withdraw material deviations or reservations once bids have been opened.

k) The bid evaluation shall be carried out in strict adherence to the criteria specified in the bidding documents, and the contract shall be awarded to the qualified bidder offering the lowest evaluated and substantially responsive bid.

l) A bidder shall not be required, as a condition for award, to undertake obligations...
not specified in the bidding documents or otherwise to modify his bid as originally submitted.

m) There shall be no post-bidding negotiations with the lowest or any other bidder.

(d) **Particular Methods of Procurement of Consultants' Services**

(i) Except as otherwise provided in item (ii) below, consultants' services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.

(ii) The following methods, other than Quality- and Cost-based Selection, may be used for the procurement of consultants' services for those assignments which are specified in the Procurement Plan: (A) Quality-based Selection; (B) Selection under a Fixed Budget; (C) Least Cost Selection; (D) Selection based on Consultants' Qualifications; (E) Single-source Selection of consulting firms; (F) Well-established Private Sector Procurement Methods or Commercial Practices which have been found acceptable to the World Bank; (G) Selection of UN Habitat and UNEP; (H) Selection of Individual Consultants; and (I) Single-source procedures for the Selection of Individual Consultants.

(e) **Review by the World Bank of Procurement Decisions.** The Procurement Plan shall set forth those contracts which shall be subject to the World Bank's Prior Review. All other contracts shall be subject to Post Review by the World Bank.

**Article III**

**Withdrawal of Grant Proceeds**

3.01. **Eligible Expenditures.** The Recipient may withdraw the proceeds of the Grant in accordance with the provisions of: (a) the Standard Conditions; (b) this Section; and (c) such additional instructions as the World Bank may specify by notice to the Recipient (including the "World Bank Disbursement Guidelines for Projects" dated May 2006, as revised from time to time by the World Bank and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the following table. The table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Grant ("Category"), the allocations of the amounts of the Grant to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:
<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works, non-consulting services, consultants’ services,</td>
<td>1,935,000</td>
<td>100%</td>
</tr>
<tr>
<td>Operating Costs, and Training and Workshops under the Project</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(2) Subgrants under Part IV of the Project</td>
<td>2,350,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>4,285,000</td>
<td></td>
</tr>
</tbody>
</table>

3.02. **Withdrawal Conditions.** Notwithstanding the provisions of Section 3.01 of this Agreement, no withdrawal shall be made for payments made prior to the date of this Agreement.

3.03. **Withdrawal Period.** The Closing Date referred to in Section 3.06 (c) of the Standard Conditions is July 30, 2019.

**Article VI**

**Recipient’s Representative; Addresses**

4.01. **Recipient’s Representative.** The Recipient’s Representative referred to in Section 7.02 of the Standard Conditions is its minister responsible for finance.

4.02. **Recipient’s Address.** The Recipient’s Address referred to in Section 7.01 of the Standard Conditions is:

Ministry of Finance and Economic Planning  
Government of Sudan  
Khartoum  
Republic of the Sudan

4.03. **World Bank’s Address.** The World Bank’s Address referred to in Section 7.01 of the Standard Conditions is:

International Development Association  
1818 H Street, N.W.  
Washington, D.C. 20433  
United States of America

Facsimile:
1-202-477-6391
APPENDIX

Definitions

1. "Affected Person" means any person who, on account of the execution of the Project, has experienced or would experience direct economic and social impacts caused by: (a) the involuntary taking of land, resulting in (i) relocation or loss of shelter; (ii) loss of assets or access to assets; or (iii) loss of income sources or means of livelihood, whether or not such person must move to another location; or (b) the involuntary restriction of access to legally designated parks and protected areas, resulting in adverse impacts on the livelihood of such person.

2. "Beneficiaries" means individuals or local community groups, which have met the eligibility criteria set forth in the Operations Manual and are eligible to receive Subgrants.

3. "CDC" means Community Development Committee, a group of community members, including youth and women to organize communities to develop environmental management action plans and carry out a portfolio of small scale work, to achieve Project objective.

4. "FAB" means the Federal Advisory Board as referred to under Section 2.03 A(i) of the Annex to this Agreement.

5. "ESMF" means the Recipient’s updated environmental and social management framework to be adopted and disclosed in-country on October 23, 2016 and in the World Bank’s InfoShop on October 24, 2016 describing the rules, guidelines, procedures, timetables and plans to assess environmental and social impacts of the Project and defining measures to reduce, mitigate or offset adverse environmental and social impacts and enhance positive impacts of Project, referred to in Section 2.03 B(iii) of the Annex to this Agreement, as the same may be amended from time to time with the prior written approval of the World Bank, as referred to under Section 2.03.B.ii(a) of the Annex to this Agreement.

6. "ESMP" means an environmental and social management plan, which may as appropriate be a simplified checklist, to be prepared for every Subproject with potential environmental and social impacts defining: (a) the measures to be taken during the implementation of a particular activity to eliminate or offset adverse environmental or social impacts, or to reduce them to acceptable levels; and (b) the actions needed to implement these measures, as such ESMP may be amended from time to time with the prior written approval of the World Bank, as referred to under Section 2.03.B.ii(a)(i) of the Annex to this Agreement.


10. "Operating Costs" means the reasonable costs, as shall have been approved by the World Bank, for the incremental expenses incurred on account of Project implementation, consisting of vehicle operation and maintenance, communication and insurance costs, banking charges, rental expenses, office (and office equipment) maintenance, utilities, document duplication/printing, consumables, travel cost and per diem for Project staff for
travel linked to the implementation of the Project, and salaries of contractual staff for the Project (but excluding consultants' services and salaries of officials of the Recipient's civil service).

11. "Operations Manual" means the updated manual approved by the World Bank and adopted by the Recipient in accordance with the provisions of Section 2.03 B(i) of the Annex to this Agreement, as the same may be amended from time to time with the prior written approval of the World Bank, and such term includes any annexes and schedules to such manual.

12. "PCU" means the Project Coordination Unit as referred to under Section 2.03 A(ii) of the Annex to this Agreement.

13. "RAP" or "Resettlement Action Plan" means any resettlement plan, prepared and implemented in accordance with the RPF, as referred to under Section 2.03 B.ii(a)(ii) of the Annex to Agreement.

14. "RPF" means the Recipient's resettlement policy framework to be adopted and disclosed in-country on July 17, 2016 and in the World Bank's InfoShop on July 21, 2016, setting forth the modalities for resettlement and compensation of Affected Persons under the Project, as the same may be amended from time to time with the written agreement of the World Bank, as referred to in Section 2.03 B.ii(a) of the Annex to this Agreement.

15. "SPU" or "ESTSI-CA" means the State Project Unit as referred to under Section 2.03 A(iv) of the Annex to this Agreement.

16. "State" means the second tier of government in the Recipient's administrative system as set forth under Article 177 of the Constitution of the Republic of the Sudan of 2005, as amended to the date of this Agreement.

17. "Subgrants" means livelihood grants by the Recipient through MFEL to a Beneficiary, to be made under part IV of the Project, in accordance with the provisions set forth in Section 2.03 B(iii) of the Annex to this Agreement and further detailed in the Operations Manual.

18. "Subprojects" means specific development projects to be carried out by a Beneficiaries under Part IV of the Project, under the terms, conditions and procedures set forth in Section 2.03 B(iii) of the Annex to this Agreement and described in detail in the Operations Manual.

19. "Subgrant Agreement" means an agreement between the MFEL and the Beneficiary to carry out a Subproject under Part IV of the Project, in accordance with the provisions set forth in Section 2.03 B(iii) of the Annex to this Agreement and described in detail in the Operations Manual.

20. "TWG" means the entity referred to in Section 2.03 A(iii) of the Annex to this Agreement.

21. "Training and Workshops" means the reasonable costs, as shall have been approved by the World Bank, for training and workshops conducted under the Project, including tuition, travel and subsistence costs for training and workshop participants, costs associated with securing the services of trainers and workshop speakers, rental of training and workshop facilities, preparation and reproduction of training and workshop materials, and other costs directly related to training course and workshop preparation and implementation (but excluding goods and consultants' services).