January 11, 2016

The Hon. Minister Tom Murdoch  
Minister for Finance & Economic Development  
Ministry of Finance & Economic Development  
PO Box 67  
Bairiki, Tarawa  
Kiribati  

Dear Honourable Minister,

Republic of Kiribati: Restructuring of the Kiribati Adaptation Project Phase III  
GEF Grant Number TF010875

We refer to the grant agreement ("GEF-LDCF Grant Agreement"), dated October 14, 2011 between the Republic of Kiribati ("Recipient") and the International Bank for Reconstruction and Development acting as an Implementing Agency of the Global Environment Facility Least Developed Country Fund. We also refer to your letter dated April 14, 2015, and the letters from the Office of the President dated November 13, 2015 and January 5, 2016, proposing to make some amendments to the GEF-LDCF Grant Agreement.

The Association concurs with your request to restructure the abovementioned project and accordingly proposes to amend the GEF-LDCF Grant Agreement as follows:

1. Part 3 of the Project set forth in Schedule 1 to the GEF-LDCF Grant Agreement is hereby deleted in its entirety and replaced with the following:

"Part 3 – Strengthening the Capacity to Manage the Effects of Climate Change and Natural Hazards

Strengthening the capacity of the Implementing Entities and OB to manage the effects of climate change through the provision of works, equipment, small grants and technical assistance for: (a) dedicated support to the Strategic Risk Management Unit in OB to identify responsibilities and undertake its role with respect to climate change adaptation and disaster risk reduction functions; (b) the development of (A) a national coastal management policy framework and strategy and (B) climate adaptation and risk mitigation plans helping communities and central sub-national authorities to improve resilience at village and island level by identifying risk localities and vulnerable public infrastructure, preferred management actions, potential resources and solutions, all locally managed and implemented within the national coastal management policy framework and strategy; (c) communication and media activities related to climate change adaptation and disaster risk reduction; (d) climate change website maintenance to continue to populate the existing website with outputs, stories and general information; (e) selected community activities ("Community Initiatives") on climate change adaptation and disaster risk reduction found eligible for financing through a small grants scheme; and (f) construction of an extension to the Office of the President’s building."
2. Section IV.B.2 of Schedule 2 to the GEF-LDCF Grant Agreement is hereby amended to read as follows:

"2. The Closing Date referred to in Section 3.06(c) of the Standard Conditions is February 28, 2018."

3. Schedule 3 to the GEF-LDCF Grant Agreement is hereby deleted in its entirety.

Please confirm the Recipient’s agreement to the foregoing by having an authorized official of the Recipient sign and date the enclosed two copies of this letter of amendment, and returning one copy to the World Bank.

All capitalize terms used in this letter of amendment have the same meaning assigned to them in the GEF-LDCF Grant Agreement. All the terms of the GEF-LDCF Grant Agreement not hereby amended will remain in full force and effect.

This Amendment of the GEF-LDCF Grant Agreement will become effective upon receipt of the Recipient’s countersignatures which have been duly authorized or ratified by the Recipient and is legally binding upon the Recipient in accordance with its terms.

Sincerely,

Franz R. Drees-Gross
Country Director
Timor-Leste, Papua New Guinea
& Pacific Islands
East Asia and Pacific Region

AGREED:

Republic of Kiribati

By

Authorized Representative

Title Secretary MEED

Date 23/6/16