H.E. Hadizatou Rosine Coulibaly Sori
Minister of Economy, Finance and Development
Ministry of Economy, Finance and Development
03 B.P. 7050
Ouagadougou
Burkina Faso

Re: Burkina Faso
Grant Number D392-BF and Credit Number 6339-BF
North Core Dorsale Nord Regional Power Interconnector Project
Additional Instructions: Disbursement and Financial Information Letter

Excellency:

I refer to the Financing Agreement between Burkina Faso (the “Recipient”) and the International Development Association (the “Association”) for the above-referenced Project. The General Conditions, as defined in the Financing Agreement, provide that the Recipient may from time to time request withdrawals of Grant and Credit amounts from the Grant and Credit Account in accordance with the Disbursement and Financial Information Letter, and such additional instructions as the Association may specify from time to time by notice to the Recipient. The General Conditions also provide that the Disbursement and Financial Information Letter may set out Project specific financial reporting requirements. This letter constitutes such Disbursement and Financial Information Letter ("DFIL"), and may be revised from time to time.

I. Disbursement Arrangements, Withdrawal of Grant and Credit Funds, and Reporting of Uses of Grant and Credit Funds.

The Disbursement Guidelines for Investment Project Financing, dated February 2017, ("Disbursement Guidelines") are available in the Association’s public website at https://www.worldbank.org and its secure website “Client Connection” at https://clientconnection.worldbank.org. The Disbursement Guidelines are an integral part of the DFIL, and the manner in which the provisions in the guidelines apply to the Grant and Credit is specified below.

(i) Disbursement Arrangements

General Provisions (Schedule 1). The table in Schedule 1 sets out the disbursement methods which may be used by the Recipient, information on registration of authorized signatures, processing of withdrawal applications (including minimum value of applications and processing of advances), instructions on supporting documentation, and frequency of reporting on the Designated Account.

(ii) Electronic Delivery. Section 11.01 (c) of the General Conditions

The Association may permit SONABEL for component 2, and the North Core Project Management Unit (“PMU”) in the West African Power Pool (“WAPP”) for the other components to electronically deliver applications (with supporting documents) on behalf of the Recipient, through the Association’s web-based portal (https://clientconnection.worldbank.org) “Client Connection”. This option may be effected if the officials designated in writing by the Recipient who are authorized to sign and deliver Applications have
registered as users of “Client Connection”. The designated officials may deliver Applications electronically by completing the Form 2380, which is accessible through “Client Connection”. By signing the Authorized Signatory Letter, the Recipient confirms that it is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Association by electronic means. SONABEL and the PMU in the WAPP on behalf of the Recipient may continue to exercise the option of preparing and delivering Applications in paper form for their respective components. The Association reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Recipient confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation, available in the Association’s public website at https://worldbank.org and “Client Connection”; and (b) to cause such officials to abide by those terms and conditions.

II. Financial Reports and Audits.

(i) Financial Reports. The Recipient must cause SONABEL and the PMU in the WAPP to prepare for their respective components, and furnish to the Association not later than forty-five (45) days after the end of each calendar quarter, interim unaudited financial reports (“IFR”) for the Project covering the quarter.

(ii) Audits. Each audit of the Financial Statements must cover the period of one fiscal year of the Recipient, commencing with the fiscal year in which the first withdrawal was made. The audited Financial Statements for each such period must be furnished to the Association by SONABEL and the PMU in the WAPP, respectively, not later than six (6) months after the end of such period.

III. Other Information.

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Association’s website (http://www.worldbank.org/) and “Client Connection”. The Association recommends that SONABEL and the PMU in the WAPP register as a user of “Client Connection”. From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Grant and Credit, and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, please contact the Association by email at clientconnection@worldbank.org.

If you have any queries in relation to the above, please contact Faly Diallo, Finance Officer at fdiallo1@worldbank.org, with copy to Felix Lawson, Finance Analyst at llawson1@worldbank.org using the above reference.

Yours sincerely,

[Signature]

Pierre Laporte
Country Director for Burkina Faso
Africa Region

Attachments
1. Statement of Expenditure (SOE)
Schedule 1: Disbursement Provisions

<table>
<thead>
<tr>
<th>Grant and Credit Numbers</th>
<th>Grant Number D392-BF and Credit Number 6339-BF</th>
<th>Country</th>
<th>Burkina Faso</th>
<th>Closing Date</th>
<th>Section [III.B.2.] of Schedule [2] to the Loan Agreement.</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Grant Recipient</strong></td>
<td></td>
<td><strong>Burkina Faso</strong></td>
<td></td>
<td><strong>Four months after the closing date.</strong></td>
<td></td>
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<tr>
<td><strong>Name of the Project</strong></td>
<td></td>
<td><strong>North Core Dorsale Nord Regional Power Interconnector Project</strong></td>
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</tbody>
</table>

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<thead>
<tr>
<th>Disbursement Methods</th>
<th>Methods</th>
<th>Supporting Documentation</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Direct Payment</strong></td>
<td>[Yes] for both SONABEL and WAPP</td>
<td>Copy of records</td>
</tr>
<tr>
<td><strong>Reimbursement</strong></td>
<td>[Yes] for SONABEL Only</td>
<td>Statement of Expenditure (SOE) in the format provided in Attachment 2 of the DFIL</td>
</tr>
<tr>
<td><strong>Designated Account</strong></td>
<td>[Yes] for SONABEL only</td>
<td>Statement of Expenditure (SOE) in the format provided in Attachment 2 of the DFIL</td>
</tr>
<tr>
<td><strong>Special Commitments</strong></td>
<td>[Yes] for SONABEL only</td>
<td>Copy of Letter of Credit</td>
</tr>
</tbody>
</table>

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<thead>
<tr>
<th>Type</th>
<th>Segregated for SONABEL under category 2 and 3-B</th>
<th>Ceiling</th>
<th>Fixed</th>
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<tbody>
<tr>
<td><strong>Financial Institution – Name</strong></td>
<td>BCEAO-BF</td>
<td>Currency</td>
<td>FCFA</td>
</tr>
<tr>
<td><strong>Frequency of Reporting Subsection 6.3 (</strong>)**</td>
<td>Monthly</td>
<td>Amount</td>
<td>1,500,000,000</td>
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</table>

The minimum value of applications for Reimbursement, Direct Payment and Special Commitment is twenty percent of the Designated Account Ceiling for SONABEL ONLY.

Not applicable for the WAPP on the regional component, which uses Direct Payments only.
Authorized Signatures (subsection 3.1). For the component 2A, under categories 2 and 3B, applications for this Financing will be signed by the official(s) authorized to sign Applications as indicated in your letter of May 2, 2017 and signed by H.E. Hadizatou Rosine Coulibaly Sori, Ministre de L’Economie, des Finances et Développement.

For the regional component, a letter in the form attached (attached 1) should be furnished to the World Bank at the address indicated below providing the name(s) and specimen signature(s) of the official(s), from the PMU in the WAPP, authorized to sign Application:

Applications (subsections 3.2 - 3.3). Please provide completed and signed (a) applications for withdrawal, together with supporting documents, and (b) applications for special commitments, together with a copy of the commercial bank letter of credit, to the address indicated below:
The World Bank, Loan Department
Delta Center, 13th Floor, Menengai Road, Upper Hill
Nairobi, Kenya
Attention: Loan Operations & Trust Funds Unit

For this lending operation the component 2A, under categories 2 and 3B, will be implemented by SONABEL-BF and the rest of the components (categories 1, 3, 4) will be implemented by WAPP using direct payment only method.

Funds from the Designated Account may be transferred to Transaction Account in a commercial bank to meet eligible expenditures, if transactions and balance in these accounts are included in all project financial reports.

**Sections and subsections relate to the “Disbursement Guidelines for Investment Project Financing”, dated February 2017**
Attachment 1 - Statement of Expenditures

<table>
<thead>
<tr>
<th>Date</th>
<th>Total Amount of</th>
<th>Amount</th>
<th>Percentage</th>
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Supporting documents for this DFE are retained at [insert location].

A separate form should be used for each category.