H.E. Rafe H. Al-Eissawi  
Minister of Finance of the Republic of Iraq  
Baghdad  
Republic of Iraq

Re: IRAQ – Third Emergency Education Project (Credit No. 4128-IQ)  
Amendment to the Financing Agreement

Excellency:

1. We refer to the Financing Agreement between the Republic of Iraq (the “Recipient”) and the International Development Association (the “Association”) dated April 2, 2007 (the “Financing Agreement”), as amended. We also refer to your letter dated June 19, 2012 requesting amendments to the Financing Agreement.

2. We are pleased to inform you that the Association has acceded to your request. Accordingly, we propose to amend the Financing Agreement as follows:

(a) Part 1 (b) of Schedule 1 is revised to read:

“(b) Strengthening the management capacity of the Ministry of Education in managing educational infrastructure.”

(b) The Performance Indicators set forth in Schedule 4 are revised as follows:

“A. Outcome Indicators:

1. Additional number of seats available, resulting from newly built schools, to reduce overcrowding.
2. Number of teacher training (a) master trainers and (b) trainers successfully trained (able to provide satisfactory training for teachers).
3. Number of (a) curriculum development leaders and (b) curriculum developers trained according to standards set by the MOE (able to produce curriculum development elements).

B. Intermediate Results Indicators:

Part 1: Educational Infrastructure

1. Development of four prototype designs for school buildings.
2. MOE and DOE engineers who have completed training in procurement and contract management.
3. Number of schools built.
4. Number of additional classrooms built or rehabilitated at the primary level resulting from project intervention.
5. Number of additional classrooms built or rehabilitated at the secondary level resulting from project intervention.

Part 2: Institutional Strengthening for Education Quality Improvement

1. Number of teachers trained.
2. Teacher training materials developed.

Part 3: Project Management

1. At least two progress reports produced per year.
2. Annual updating of implementation schedules.”

3. Unless the context otherwise requires and except where otherwise defined in this Amendment Letter, all capitalized terms contained herein shall have the meanings given to them in the Financing Agreement.

4. All the terms and conditions of the Financing Agreement that have not been amended hereby shall remain unchanged and in full force and effect.

5. Please confirm your agreement on behalf of the Recipient with the above amendment by signing, dating and returning to us one of the original copies of this Amendment Letter. Upon receipt by the Association of the original Amendment Letter countersigned by you, this Amendment Letter will become effective as of the date of your countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By: [Signature]
Sateh Chafic El-Arnaout
Acting Director
Middle East Department
Middle East and North Africa Region

AGREED

REPUBLIC OF IRAQ

By: [Signature]
Name: [Name]
Title: [Title]
Date: [Date]