H.E. Tigran Davtyan  
Minister of Finance  
Ministry of Finance  
Yerevan 0010  
Republic of Armenia

Re: Armenia – IDF Grant for Public Debt Management Project (TF 091617)  
Amendment to the Grant Agreement

Dear Mr. Minister:

We refer to the Grant Agreement (the Agreement) for the IDF Grant for Public Debt Management Project (TF 091617) dated April 11, 2008, and countersigned on May 15, 2005, between the Republic of Armenia (the Recipient) and the International Bank for Reconstruction and Development (the Bank). We would like to inform you that the Bank has agreed to provide an additional financing for the above-referenced Project in an amount of one hundred thirty thousand United States Dollars (US$130,000), whereby increasing the total amount of the Grant to five hundred thousand United States Dollars (US$500,000).

Consequently, the Agreement is amended to read as follows:

1. A phrase “a grant in an amount not to exceed three hundred seventy thousand United States Dollars (U.S.$370,000) (“Grant”) is replaced with a phrase five hundred thousand United States Dollars (US$500,000) (“Grant”)’ in the first paragraph of the Agreement.

2. The table of Section 3.01 of the Agreement is revised to read as follows:

<table>
<thead>
<tr>
<th>“Category”</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (exclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, Consultant’s Services including Audit, and Training and Workshops</td>
<td>500,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>500,000”</td>
<td></td>
</tr>
</tbody>
</table>

3. All other provisions of the Agreement shall remain unchanged.
Please confirm your agreement to the foregoing by countersigning both copies of this amendment letter and returning one of the countersigned copies to us. Upon receipt by the Bank of the copy of this amendment letter countersigned by you, this amendment letter will become effective as of the date of this amendment letter shown above. We will notify you of the receipt of your countersigned letter.

Very truly yours,

/s/ Asad Alam  
Country Director  
South Caucasus Country Unit  
Europe and Central Asia Region

CONFIRMED AND AGREED  
REPUBLIC OF ARMENIA

Name:  /s/ Tigran Davtyan  
   (Authorized Representative)  
Title:  Minister of Finance

Date:  June 25, 2010