H.E Adriano Afonso Maleiane  
Minister of Economy and Finance  
Ministry of Economy and Finance  
Av. 10 de Novembro, No. 929, 1º Andar  
Maputo, Mozambique

Re: IDA Grant D401- MZ  
(Land Administration Project – Terra Segura)  
Additional Instructions: Disbursement and Financial Information Letter.

Excellency:

I refer to the Grant Agreement between Republic of Mozambique (the “Recipient”) and the International Development Association (the “Association”) for the above-referenced Project. The General Conditions, as defined in the Grant Agreement, provide that the Recipient may from time to time request withdrawals of Grant amounts from the Grant 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 Funds, and Reporting of Uses of Grant Funds


(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 the Recipient to electronically deliver applications (with supporting documents) 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. The Recipient may continue to exercise the option of preparing and delivering Applications in paper form. 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 official to abide by those terms and conditions.

II. Financial Reports and Audits

(i) Financial Reports. The Recipient must prepare 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 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 Bank recommends that you 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 retrieve related policy, financial, and procurement information.

For more information about the website and registration arrangements, or you have any queries in relation to the above, please contact the Bank by email at askloans@worldbank.org, using the above reference.

Yours sincerely,

By: Mark R. Lundell
Country Director for Mozambique
Africa Region
Attachments
1. Form of Authorized Signatory Letter
2. Statement of Expenditure (SOE)
### Schedule 1: Disbursement Provisions

<table>
<thead>
<tr>
<th>Basic Information</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Grant Number</strong></td>
<td>D401-MZ</td>
</tr>
<tr>
<td><strong>Country</strong></td>
<td>Republic of Mozambique</td>
</tr>
<tr>
<td><strong>Recipient</strong></td>
<td>Ministry of Economy and Finance</td>
</tr>
<tr>
<td><strong>Name of the Project</strong></td>
<td>Land Administration Project – Terra Segura</td>
</tr>
<tr>
<td><strong>Closing Date</strong></td>
<td>March 29, 2024</td>
</tr>
<tr>
<td><strong>Deadline Date</strong></td>
<td>Four months after the closing date</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Disbursement Methods and Supporting Documentation</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Section 2 (</strong>)**</td>
<td></td>
</tr>
<tr>
<td><strong>Methods</strong></td>
<td><strong>Supporting Documentation</strong></td>
</tr>
<tr>
<td>Direct Payment</td>
<td>Yes</td>
</tr>
<tr>
<td>Reimbursement</td>
<td>Yes</td>
</tr>
<tr>
<td>Designated Account</td>
<td>Yes</td>
</tr>
<tr>
<td>Special Commitments</td>
<td>Yes</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Designated Account (Sections 5 and 6 (**)</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Type</strong></td>
<td>Segregated Account</td>
</tr>
<tr>
<td><strong>Financial Institution - Name</strong></td>
<td>DA-A open at Banco de Moçambique</td>
</tr>
<tr>
<td><strong>Frequency of Reporting</strong></td>
<td>Monthly</td>
</tr>
<tr>
<td><strong>Currency</strong></td>
<td>USD</td>
</tr>
<tr>
<td><strong>Amount</strong></td>
<td>DA-A – 5,000,000.00</td>
</tr>
</tbody>
</table>

**Minimum Value of Applications (subsection 3.5)**
The minimum value of applications for Reimbursement, and Special Commitment is USD 100,000.00 equivalent.

**Authorized Signatures (Subsection 3.1 and 3.2 **)**
The form for Authorized Signatures Letter is provided in Attachment 1 of this letter.

**Withdrawal and Documentation Applications (Subsection 3.3 and 3.4 **)**

**ASL Address:**
The World Bank
Mozambique Country Office
1224, Kenneth Kaunda Avenue
Maputo
Republic of Mozambique
Attention: Mark R. Lundell
Country Director for Mozambique

**WA Address:**
The World Bank, Loan Department
13th Floor Delta Center
Menengai Road
Upper Hill
P.O.Box 30557-00100
Nairobi, Kenya
Tel: +254 20 293 6000

**Additional Information Instructions**
DA-A is to be handled by FNDS

**Other**
Funds from the Designated Account may be transferred to Project Accounts in local currency (one per each region and province), in a Bank acceptable to IDA, for the payment of eligible expenditures as and when required. Transfers should be made as and when required to avoid exchange rate losses.

**Sections and subsections relate to the “Disbursement Guidelines for Investment Project Financing”, dated February 2017.**
Form of Authorized Signatory Letter

[Letterhead]
Ministry of Finance
[Street address]
[City] [Country]

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

[DATE]

Re: IDA Grant No. D401- MZ
(Land Administration Project - Terra Segura)

Attention: [Country Director]

I refer to the Financing Agreement ("Agreement") between the International Development Association (the "Association") and Republic of Mozambique (the "Recipient"), dated _____, providing the above Grant. For the purposes of Section 2.03 of the General Conditions as defined in the Agreement, any [one] of the persons whose authenticated specimen signatures appear below is authorized on behalf of the Recipient to sign applications for withdrawal [and applications for a special commitment] under this Grant.

For the purpose of delivering Applications to the Association, including by electronic means, [each] of the persons whose authenticated specimen signatures appears below is authorized on behalf of the Recipient, acting [individually] [jointly], to deliver Applications, and evidence in support thereof on the terms and conditions specified by the Association.

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1 Instruction to the Recipient: stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. Please delete this footnote in final letter that is sent to the Association.

2 Instruction to the Recipient: stipulate if more than one person needs to jointly sign Applications, if so, please indicate the actual number. Please delete this footnote in final letter that is sent to the Association.

3 Instruction to the Recipient: use this bracket if any one of the authorized persons may sign; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Association.

4 Instruction to the Recipient: use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Association.
This Authorization replaces and supersedes any Authorization currently in the Association records with respect to this Agreement.

[Name], [position] Specimen Signature: __________________

[Name], [position] Specimen Signature: __________________

[Name], [position] Specimen Signature: __________________

Yours truly,

/ signed /

________________________

[Position]
**Attachment 2**

**IDA - International Development Association**

**Statement of Expenditures**

Payment made during the period from __________ to __________

The following expenditures have been incurred during the retroactive financing period (please tick)

The following expenditures have been incurred before the closing date of the loan/credit/grant (please tick)

<table>
<thead>
<tr>
<th>Item No</th>
<th>Supplier's Name</th>
<th>Brief Description of the expenditure</th>
<th>Prior Review Contract? (YES or NO)</th>
<th>Contract # (Client Connection # for Prior Review contracts)</th>
<th>Contract currency and amount (original amendment)</th>
<th>Invoice number</th>
<th>Date of payment</th>
<th>Total amount of invoice covered by Application (not of retention)</th>
<th>% Financed by the Bank (Col 9 X 10)</th>
<th>Eligible Amount (Col 12)</th>
<th>Exchange rate</th>
<th>Date of Withdrawal from the Designated Account</th>
<th>Amount Withdrawn from the Designated Account (Col 14 X 15)</th>
<th>TOTAL</th>
</tr>
</thead>
</table>

0.00  

0.00  

TOTAL  0.00

Supporting documents for this SDE are retained at __________.

(Inset location)

A separate form should be used for each category.