Mr. M Musharraf Hossain Bhuiyan  
Secretary  
Economic Relations Division  
Ministry of Finance  
Block 8, Room 3  
Sher-e-Bangla Nagar  
Dhaka, Bangladesh

Dear Mr. Bhuiyan:

Subject: Health, Nutrition and Population Sector Program (HNPSP)  
Cr-4052-BD: Amendment to the Credit Agreement

We refer to the Development Credit Agreement (DCA) between the People’s Republic of Bangladesh (the Borrower) and the International Development Association (the Association) for the Health, Nutrition and Population Sector Program (HNPSP) dated May 17, 2005, as previously amended and the Ministry of Health and Family Welfare (MOHFW)’s letter sent by Ms. Nargis Khanam, Senior Assistant Secretary, Planning Wing (MOHFW), dated January 25, 2011, requesting the Association to reallocate available funds between categories in order to ensure that unspent funds are used for high priority program activities.

The Association concurs with your request and the Development Credit Agreement is amended as follows:

Schedule 1 “Withdrawals of the Proceeds of the Credit” is hereby amended to read as shown in Annex 1 to this Amendment.

Please confirm your agreement to the foregoing amendment by countersigning, dating and returning to us the enclosed original duplicate of this letter. The amendment will become effective as of the date of the counter signature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Ellen Goldstein
Ellen Goldstein
Country Director
CONFIRMED:

PEOPLE'S REPUBLIC OF BANGLADESH

By: /s/ Arastoo Khan

Name: (Arastoo Khan)
Additional Secretary
Economic Relations Division
Ministry of Finance
Govt. of the People's Republic of Bangladesh

Title:

Date: 24 March 2011

cc: Mr. Humayun Kabir, Secretary, Ministry of Health and Family Welfare
**SCHEDULE 1**

**Withdrawal of the Proceeds of the Credit**

A: General

1. The table below sets forth the Categories of items to be financed out of the proceeds of the Credit, the allocation of the amounts of the Credit to each Category, and the percentage of expenditures for items so to be financed in each Category:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of Credit Allocated (Expressed in SDR Equivalent)</th>
<th>% of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works, services, and Operating Costs under Part D of the Project</td>
<td>20,995,541</td>
<td>For FY2006 and thereafter, percentage as determined by the Association, on the basis of annual performance in accordance with selected indicators</td>
</tr>
<tr>
<td>(2) Services of NGO and other private and non-public providers</td>
<td>18,631,509</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Goods (other than those covered by Category 1)</td>
<td>134,236,407</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Works (other than those covered by Category 1)</td>
<td>7,997,684</td>
<td>100%</td>
</tr>
<tr>
<td>(5)(a) Consultants’ services (other than those covered by Category 1)</td>
<td>2,044,304</td>
<td>100%</td>
</tr>
<tr>
<td>(b) Studies and Training</td>
<td>12,194,555</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL</td>
<td>196,100,000</td>
<td></td>
</tr>
</tbody>
</table>

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The HNPSP implementation is expected to be completed by June 30, 2011.

Cleared with: Marta Elena Molares-Halberg (LEGES); V. Chandran (TACT); S. Swaminathan (LOA)