H. E. Alamine Ousmane Mey  
Minister of Economy, Planning and Regional Development  
Ministry of Economy, Planning and Regional Development  
Yaoundé  
Republic of Cameroon

Excellency:

Re: Republic of Cameroon: Social Safety Net Project (Credit No. 5224-CM)  
Amendment No. 2 to the Financing Agreement

We refer to the Financing Agreement between the Republic of Cameroon ("Recipient") and the International Development Association ("Association"), dated April 2, 2014, and amended on April 25, 2016 ("Financing Agreement"), for the above referenced project ("Project"). We also refer to the discussions between representatives of the Recipient and the Association on March 2, 2016.

Please note that the capitalized terms used in this letter ("Amendment Letter") and not defined herein have the meaning ascribed to them in the Financing Agreement or General Conditions as applicable.

We are pleased to inform you that the Association proposes, through this Amendment Letter, to amend the Financing Agreement as follows:

1. Part B of Schedule 1 to the Original Financing Agreement is hereby amended to delete the word ‘Pilot’ from the header and to replace the word ‘piloting’ with ‘development and implementation’ in Part B(1), and to distinguish the activities under Part B(1) by separating the financing of Cash Transfers from the other activities thereunder by creating a sub-Part B(1)(a) and a sub-Part B(1)(b), which shall read as follows:

   "Part B: Cash Transfer Program"

   Carrying out of a program designed to assist Beneficiaries in Target Areas alleviate chronic poverty, through: (a) (i) the development and implementation of a cash transfer program and the costs associated with said program; and (ii) the financing of Cash Transfers; and (b) the provision of, inter alia, training in financial literacy, savings strategies, and business skills for developing income generating activities."

2. Part C of Schedule 1 to the Original Financing Agreement is hereby amended to delete the word ‘Pilot’ from the header and to replace the word ‘piloting’ with ‘implementation’ in the first line, and shall read as follows:

   "Part C: Labor Intensive Public Works Program"

   Design and implementation of specific labor intensive public works projects, in accordance with the procedures outlined in the Project Implementation Manual, aimed at providing temporary
employment for Beneficiaries in Target Areas, such projects to include, *inter alia*, soil conservation, rehabilitation of small-scale infrastructure, and sanitation projects."

3. Section I.F.1 of Schedule 2 to the Original Financing Agreement is hereby amended to include a reference to Part B(1)(b) at the beginning of the first sentence, to read as follows: "Each Beneficiary under Part B(1)(b) of the Project shall […]" [Remainder of the paragraph remains unamended]

4. The table set forth in Section IV.A.2 of Schedule 2 to the Agreement is revised as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Credit Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works, consultants’ services, Training and Operating Costs for Parts A, B (2), and D of the Project</td>
<td>5,712,243</td>
<td>100% (excluding value added taxes and import duties)</td>
</tr>
<tr>
<td>(2) (a) First Cash Transfer installments under Part B (1) of the Project</td>
<td>8,383,453</td>
<td>100% of amounts paid by the Recipient under the Cash Transfer</td>
</tr>
<tr>
<td>(b) Second Cash Transfer installments under Part B (1) of the Project</td>
<td>1,273,652</td>
<td>100% of amounts paid by the Recipient under the Cash Transfer</td>
</tr>
<tr>
<td>(c) Goods, consultants’ services and Operating Costs for Part B (1) of the Project</td>
<td>1,292</td>
<td>100% (excluding value added taxes and import duties)</td>
</tr>
<tr>
<td>(3) Goods, works, consultants’ services, Training and Operating Costs for Part C of the Project</td>
<td>1,985,605</td>
<td>100% (excluding value added taxes and import duties)</td>
</tr>
<tr>
<td>(4) Goods, works, consultants’ services, Training and Operating Costs for the Project</td>
<td>5,000,861</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Cash Transfers for Part B(1)(b) of the Project</td>
<td>10,142,894</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>32,500,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

5. Section IV.B.2 of Schedule 2 to the Original Financing Agreement is amended to extend the Closing Date, and shall read as follows:

"2. The Closing Date is December 30, 2022."
6. The definition of "Operating Costs" in the Appendix is amended to include the payment of performance-based payments to the Recipient’s officials or public servants working under the Project Implementation Unit, and shall read as follows:

""Operating Costs" means incremental recurrent expenditures incurred on account of Project implementation, including: local contractual support staff salaries; travel expenditures and other travel-related allowances; equipment rental and maintenance; vehicle operation (including fuel), maintenance and repair; office rental and maintenance, materials and supplies; utilities, media information campaigns and communications’ expenses; but excluding the salaries of officials and public servants of the Recipient’s civil service (except for performance based payments made to officials or public servants of the Recipient working under the Project Implementation Unit)."

7. The definition of "Project Implementation Unit" in the Appendix is amended to correct the reference to its establishment document, and shall read as follows:

""Project Implementation Unit" means the unit referred to in Section I.A.2 of Schedule 2 to this Agreement, established by the Recipient’s Decision n. 656, dated September 26, 2012, for the purpose of implementing the Project, and located within MINEPAT.”

All other provisions of the Financing Agreement, except as amended herein, shall remain in full force and effect.

Please confirm your agreement with the foregoing amendments by countersigning and dating this Amendment Letter below. This Amendment Letter shall be executed in two counterparts, each of which shall be an original and shall become effective upon receipt by the Association of one countersigned original of this Amendment Letter.

Sincerely

INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]

Elisabeth Huybens
Country Director for Cameroon
Africa Region

AGREED:

REPUBLIC OF CAMEROON

[Signature]

By:
Name: H.E. Alamine Ousmane Mvy
Title: Minister
Date: April 9, 2019