Mr. Md. Abul Kalam Azad  
Secretary  
Economic Relations Division  
Ministry of Finance  
Government of the People’s Republic of Bangladesh  
Dhaka

Dear Mr. Azad:

Re: National Agricultural Technology Project (Credit No. 4386-BD)  
(Amendment to the Financing Agreement)

We refer to the Financing Agreement dated February 28, 2008, between the International Development Association (the Association) and the People’s Republic of Bangladesh (the Recipient) for the above-referenced Project. We also refer to your letter dated October 1, 2012, requesting various amendments to the Financing Agreement.

We are pleased to inform you that the Association agrees in substance with your request, and hereby proposes to amend the Financing Agreement as follows:

1. Section I.A.4 of Schedule 2 to the Financing Agreement is hereby amended to read as follows:

“The Recipient shall establish and maintain, until the completion of the Project, a PCT for the Project consisting of a minimum of five (5) members, including one (1) independent procurement expert and one (1) independent technical expert, recruited from the open market, in each case with qualifications and terms of reference acceptable to the Association. The PCT shall be responsible, inter alia: (a) for assisting, under the supervision of the Project Director, with all procurement carried out by the PCU, including to (i) carry out sample ex-post review of bidding procedures followed in smaller contracts under the Project that are excluded from prior review; (ii) handle complaints; and (iii) visit selected sites and check the quality of procurement of goods and works and performance of the suppliers and contractors; and (b) for all contracts managed by the PIUs, providing procurement and technical guidance and oversight.”

2. The table set out in Section IV.A.2 of Schedule 2 to the Financing Agreement is hereby amended to read 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) Works, goods, services, training and Operating Costs</td>
<td>16,146,132.73</td>
<td>74% for payments made on or before June 30, 2012</td>
</tr>
</tbody>
</table>
Mr. Md. Abul Kalam Azad

| (2) CGP Grants under Part 1.A of the Project | 2,900,000 | 77% |
| (3) SPGR Grants under Part 1.B of the Project | 7,200,000 | 72% |
| (4) Refund of Project Preparation Advance | 171,701.77 | Amount payable pursuant to Section 2.07 of the General Conditions |
| (5) (a) Works, goods, local consultants' services, and Operating Costs | 8,308,585 | 73% for payments made on or after July 1, 2012 |
| (b) Training and foreign consultants' services | 4,673,580.50 | 77% for payments made on or after July 1, 2012 |
| **TOTAL** | **39,400,000** | |

3. Paragraph 3 of the Appendix to the Financing Agreement is hereby amended to read as follows:

"3. "CIG" or "Common Interest Group" means any local groups of farmers formed with the help of extension departments, that will be based on agricultural livelihoods or other common interests, and who will be eligible to participate in planning, budgeting, implementation and monitoring of extension activities, and/or supply chains for high value agricultural commodities."

4. Paragraph 25 of the Appendix to the Financing Agreement is hereby amended to read as follows:

"25. "Operating Costs" means: (a) expenditures incurred for the operation and maintenance of facilities, equipment and vehicles used for Project implementation (including, without limitation, office rental, vehicle rental, f.o.e.l., routine repair and maintenance of equipment, vehicles and office premises, communication costs, use of internet costs, stationery and other office supplies, and costs of translation, printing, photocopying and advertising); (b) transportation costs and subsistence allowances for staff in travel status for Project implementation; (c) bank charges incurred in connection with the Project; (d) salaries and allowances of incremental staff assigned for Project implementation but excluding salaries of the Recipient’s civil servants; and (e) costs associated with holding with Project-related meetings consisting of honorarium of members of Project committees and refreshments."

All other provisions of the Financing Agreement shall remain in full force and effect.

Please confirm your agreement to the foregoing amendments by countersigning, dating, and returning to us the enclosed copy of this letter. Upon receipt by the Association of the copy of this letter countersigned by you, the amendments will become effective as of the date of the countersignature.
Sincerely,
INTERNATIONAL DEVELOPMENT ASSOCIATION

Ellen A. Goldstein
Country Director

AGREED:
PEOPLE'S REPUBLIC OF BANGLADESH

Authorized Representative

Name: Arastoo Khan
Title: Additional Secretary, Ministry of Finance
Date: Feb. 17, 2013