September 10, 2014

H.E. Ch. Ulaan
Minister of Finance
Ministry of Finance
Government Building 2
Dansan Street Section D
Ulaanbaatar 15160
Mongolia

MONGOLIA: Index Based Livestock Insurance Project
Swiss Grant Agreement
Swiss Grant Number TF013074
Amendment to the Swiss Grant Agreement

Excellency:

We refer to the Swiss Grant Agreement dated September 5, 2012 (“Grant Agreement”), between Mongolia (“Recipient”) and the International Development Association, acting as administrator of funds provided by the Government of Swiss Confederation (“World Bank”), as amended, for the purpose of providing additional grant financing for activities related to the Index Based Livestock Insurance Project (“Project”).

The third and final tranche of funds in the amount of six hundred forty one thousand United States Dollars (US$641,000), has been provided by the Swiss Confederation. In light of the availability of additional funds for this Project, we hereby propose to amend the Grant Agreement as follows:

1. Section 3.01 of the Grant Agreement is amended (emphasis added) to read as follows:

   “3.01. The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a grant in an amount equal to one million five hundred twenty five thousand eighty nine United States Dollars and thirty nine cents (US$1,525,089.39) (“Grant”) to assist in financing the Project.”

2. The table in Section IV.A.2 of Schedule 2 to the Grant Agreement is amended to read as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Financing Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consultants’ services under Parts 1, 2 and 3 of the Project, Training and Workshops under Parts 2 and 4 of the Project, and goods and non-consulting services under Part 2(ii) of the Project</td>
<td>1,525,089.39</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>1,525,089.39</td>
<td></td>
</tr>
</tbody>
</table>
Except as specifically amended by the provisions of this letter of amendment, all terms and conditions of the Grant Agreement shall remain in full force and effect. Upon receipt by the Association of the original of this letter of amendment, duly countersigned by the authorized representative of the Recipient, this letter of amendment shall become effective as of the date of countersignature of the authorized representative of the Recipient.

Please confirm your agreement with the foregoing on behalf of the Recipient to the amendments set forth above by countersigning, dating and returning to us the enclosed copy of this letter of amendment.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION
acting as administrator of funds provided by the
Government of the Swiss Confederation

Mara Warwick
Acting Country Director, Mongolia
East Asia and Pacific Region

CONFIRMED AND AGREED
MONGOLIA

By: Ch Ulaan
Authorized Representative

Name: Ch Ulaan
Title: Minister of Finance
Date: Sept. 19, 2014