August 21, 2017

Ref. No.: WB/CD/328/08/21/2017

H. E. Dr. Abraham Tekeste
Minister
Ministry of Finance and Economic Cooperation
Addis Ababa

Dear Dr. Abraham,

Ethiopia: Multi-donor Trust Fund for General Education Quality Improvement Project II (TF018053) Amendment No. 7 to the Grant Agreement

1. We refer to the Grant Agreement ("Agreement") dated October 1, 2014, as amended to date, between the International Development Association ("World Bank"), acting as administrator of grant funds provided by various Donors under the Multi-Donor Trust Fund for the Trust Fund ("MDTF") for the General Education Quality Improvement Project II, and the Federal Democratic Republic of Ethiopia ("Recipient").

2. We are pleased to inform you that the World Bank has received part of the donors’ commitment as additional funds to support the MDTF activities. Therefore, in order to provide these funds to the Recipient, we propose to amend the Agreement as follows:

(a) Section 3.01 in Article III of the Agreement is amended to read as follows:

1. "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 two hundred eleven million two hundred seven thousand forty-two United States Dollars and eight one cents (USD 211,207,042.81) ("Grant") to assist in financing the Project."

(b) The table in Section IV.A.2 of Schedule 2 to the Agreement is deleted in its entirety and is replaced with the table provided in the Annex attached to this amendment letter.

3. All other provisions of the Agreement, except amended herein, shall remain in full force and effect.
4. Please confirm your agreement with the foregoing on behalf of the Recipient by signing, dating and returning to us the enclosed copy of this letter. Upon receipt by the World Bank of the copy of this letter countersigned by you, this amendment will become effective as of the date of the countersignature.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Richard Spencer
Country Director for Ethiopia, Sudan and South Sudan, a.i.
Africa Region

AGREED:

FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

By:

Date: 28/08/2017

Authorized Representative

Name: ____________________________

Title: ______________________________
### Annex

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Credit Allocated (expressed in US Dollars)</th>
<th>Percentage of Expenditures to be financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goods, consultants' services, non-consulting services, School Grants, Graining and Operating Costs under the Project</td>
<td>211,207,402.81</td>
<td>100%</td>
</tr>
<tr>
<td><strong>Total Amount</strong></td>
<td>211,207,402.81</td>
<td></td>
</tr>
</tbody>
</table>