H.E. Ato Sufian Ahmed  
Minister of Finance and Economic Development  
Ministry of Finance and Economic Development  
Addis Ababa  
Federal Democratic Republic of Ethiopia

Re: Multi-Donor Trust Fund Grant for Cofinancing of the Ethiopia Protection of Basic Services Project - Subprogram B – Health MDG Performance Facility  
(Grant No. TF056942)  
Eighth Amendment to Letter Agreement

Excellency:

We refer to the Letter Agreement (the Agreement), dated October 26, 2006, as amended, between the International Development Association (IDA), acting as administrator of grant funds provided by the Multi Donor Trust Fund for the Ethiopia Protection of Basic Services Project and the Federal Democratic Republic of Ethiopia (the Recipient).

We are pleased to inform you that IDA proposes to amend the Agreement in respect of the following provisions:

1. Annex I of the Agreement is deleted in its entirety.
2. Paragraph 1 of the Agreement is amended to read as follows:

“I am writing on behalf of the International Development Association (IDA) to indicate IDA’s agreement, as administrator of grant funds for Ethiopia Protection of Basic Services Project-Subprogram B - Health Millennium Development Goals Performance Facility provided from time to time by various donors (the Donors), to make available to the Federal Democratic Republic of Ethiopia (the Recipient) an amount of US$92,613,194 (Ninety two million six hundred and thirteen thousand one hundred and ninety four United States Dollars) referred to as “the Grant”.”

3. Paragraph 2 of the Agreement is amended to read as follows:

“The administrator will promptly inform the Recipient when Donors make further contributions to the Grant funds, and will from time to time amend the Agreement to reflect these changes. The Trust Fund Account will be maintained in United States Dollars.”
4. Paragraph 4.2 of Annex II to the Agreement is amended to read as follows:

“4.2. The table below sets forth the Category of items to be financed out of the proceeds of the Grant, the allocation of the amounts of the Grant 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 the Grant Allocated (in United States Dollars)</th>
<th>% of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Sub-program B</td>
<td>92,613,194</td>
<td>Such percentage of eligible Expenditures as IDA may determine for each EFY</td>
</tr>
</tbody>
</table>

TOTAL 92,613,194”

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

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 IDA 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

/s/ Kenichi Ohashi
By____________________
Kenichi Ohashi
Country Director for Ethiopia
Africa Region

AGREED:

ON BEHALF OF THE FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

/s/ Sufian Ahmed, Minister
By: __________________________
Authorized Representative
26/11/10
Date:_______________________
Cleared with and CC: TACT; M. Nadeem (LEGAF); L. Schwarz (CTRFC)

Bcc: [TTL: PLS. COMPLETE LIST]