Secretary Kazi Shafiqul Azam
Economic Relations Division
Ministry of Finance
Block 8, Room 3
Sher-e-Bangla Nagar
Dhaka

Dear Secretary Azam:

**Third Primary Education Development Program**
*(Credit no. 5552-BD)*

*Amendment to the Financing Agreement*

We refer to the Financing Agreement between the People's Republic of Bangladesh (the "Recipient") and International Development Association (the "Association"), dated January 25, 2015, as amended (the "Agreement") for the financing of the Additional Financing for the Third Primary Education Development Program (the "Project").

Following the letter dated December 21, 2017 from your office to the Association and after carrying out due consultations, the Recipient and the Association agree for a partial cancellation of the proceeds of the Credit. The Association hereby proposes to amend the Agreement as follows:

1) The table under Section IV.A.2 of the Agreement is hereby amended to read as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Financing Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Project Eligible Expenditures under Annual Plans</td>
<td>247,316,667</td>
<td>100%</td>
</tr>
<tr>
<td>Cancellation as on December 21, 2017</td>
<td>22,483,333</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>269,800,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

2) Schedule 4 to the Agreement is amended as follows:

a) DLI 3 for the DLI Periods Year 5 and Year 6 are hereby deleted.

b) DLI 4 for the DLI Period Year 3 is hereby deleted.
3) Schedule 5 to the Agreement is amended as follows:

   a) DLI Values for DLI 3 for the DLI Periods Year 5 and Year 6 are hereby amended to zero (0).

   b) DLI Value for DLI 4 for the DLI Period Year 3 is hereby amended to zero (0).

   Except as specifically amended in this amendment letter, all other terms and conditions of the Agreement shall remain in full force and effect.

   The Association will disclose this amendment letter and related information on the Agreement in accordance with the Association's Policy on Access to Information. By entering into this amendment letter, the Recipient consents to disclosure of this amendment letter and related information.

   Please confirm your agreement to the foregoing on behalf of the Recipient by countersigning and dating the form of confirmation set forth below, and returning one fully countersigned original of this amendment letter to us and retaining one original for your records.

   Upon receipt by the Association of the countersigned original of this amendment letter, this amendment letter shall become effective as of the date of the countersignature of this amendment letter.

   Sincerely,
   INTERNATIONAL DEVELOPMENT ASSOCIATION

   Rajashree S. Paralkar

AGREED:
PEOPLE'S REPUBLIC OF BANGLADESH

By: _______________________________
Authorized Representative

Name: Kazi Sheikhul Azam,
Secretary
Economic Relations Division
Ministry of Finance
Govt. of the People's Republic of Bangladesh

Title:

Date: 31.12.17

cc: Mr. Mohammad Asif-uz-Zaman, Secretary, Ministry of Primary and Mass Education
Ms. Mahmuda Begum, Additional Secretary, ERD, Ministry of Finance
Dr. Abu Hena Mostafa Kamal, Director General, Directorate of Primary Education
Dr. M. Mizanur Rahman, Project Director, Reaching Out-of-School Children Project
Ms. Aparna Subramani, Executive Director for Bangladesh, World Bank
Mr. Muhammad Musharraf H. Bhuiyan, Alternate Executive Director for Bangladesh, World Bank
Mr. Santosh D. Vaidya, Senior Advisor to the Executive Director for Bangladesh, World Bank