Mr. Temirbek Sariev  
Minister of Finance  
Ministry of Finance  
Bishkek, Kyrgyz Republic

Dear Mr. Sariev,

Re: Restructuring of KYRGYZ-Avian Influenza Control and Human Pandemic Preparedness and Response Project  
(Grant Number H203 KG)

We refer to the Financing Agreement between the Kyrgyz Republic (the “Recipient’) and the International Development Association (“World Bank”), for the Avian Influenza Control and Human Pandemic Preparedness and Response Project (“the Project”), dated April 27, 2006. Further reference is made to the letter of the Deputy Minister of Finance for the Recipient, dated February 16, 2009, requesting a restructuring of the Project.

We are pleased to inform you that the World Bank has agreed to the following changes:

1. The Project Development Objective in the first paragraph of Schedule 1 to the said Financing Agreement is amended to read as follows:

“The objective of the Project is to assist the Recipient in minimizing the threat in the Kyrgyz Republic posed by the Highly Pathogenic Avian Influenza (HPAI) infection as well as other poultry and livestock diseases and to prepare for the control and response to an influenza pandemic and other zoonotic or infectious disease emergencies in humans.”

2. Please be advised that it is not possible to consolidate the expenditures into three Categories as requested in your letter. Since disbursements have already taken place under some of the categories, the amounts disbursed should remain as already disbursed. As a result thereof, the table appearing in paragraph A.2 of Section IV of Schedule 2 to the Financing Agreement is amended to read as follows:
<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Financing Allocated (expressed in SDR)</th>
<th>% of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods</td>
<td>1,630,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Civil works</td>
<td>100,000</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Consultants services, including audit and training</td>
<td>390,000</td>
<td>100% of local expenditures, and 90% of foreign expenditures</td>
</tr>
<tr>
<td>(4) Operating costs</td>
<td>265,000</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Compensation Fund in accordance with Part I.2 of the Project</td>
<td>415,000</td>
<td>100%</td>
</tr>
<tr>
<td>(6) Eligible imported goods and commodities required for the Projects as specified in Section IV.C of this Agreement</td>
<td>0,00</td>
<td>100%</td>
</tr>
<tr>
<td>(7) Unallocated</td>
<td>0,00</td>
<td>100%</td>
</tr>
<tr>
<td><strong>Total amount</strong></td>
<td><strong>2,800,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

3. The definition of ‘Operating Costs’ in the Appendix to the Financing Agreement is amended to read as follows:

“Operating cost” means incremental expenses incurred by MAWRPI, MoH, APIU and PCCs on account of Project implementation such as the costs of communication, printing and publication, supplies, operation and maintenance of vehicles, banking fees, local travel costs and field trip expenses, as well as insurance contributions by employees incurred after April 27, 2006, and employer’s deductions to the Social Fund incurred after April 27, 2006, and such other reasonable expenditures as may be agreed with the Association, all based on annual budget that shall be prepared by the APIU and shall have been approved by the Association.”

All sections of the Financing Agreement that have not been amended hereby shall remain unchanged and in full force and effect.
Please confirm your agreement with the foregoing by signing and dating the confirmation on the enclosed copy of this Amendment Letter and returning it to the World Bank. This Amendment Letter shall become effective upon the date of its countersignature.

Very truly yours,
INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Mehrnaz Teymourian
Acting Regional Director
Central Asia

AGREED:
KYRGYZ REPUBLIC

By: /s/ Mr. Imashev
Authorized Representative
Name: Ch. Imashev
Title: Minister Finance
Date: September 6, 2010