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December 23, 2010

His Excellency Gerard Duijfjes
Ambassador
Embassy of the Kingdom of the Netherlands
Accra
Republic of Ghana

GHANA: Administration Arrangement between the Netherlands Minister for Development Cooperation and the International Bank for Reconstruction and Development and the International Development Association (Co-financing of the Ghana Urban Water Project) (TF070709)
Amendment No.1 to the Administration Arrangement

We refer to the Administration Arrangement (the “Arrangement”), dated November 15, 2007, between the Netherlands Minister for Development Cooperation (the “Minister”) and the International Bank for Reconstruction and Development (“IBRD”) and the International Development Association (“IDA”) (collectively referred to as the “Bank”) for the above mentioned Trust Fund (TF070709) for the Co-financing of the Ghana Urban Water Project.

We also refer to your communication sent via email dated June 29, 2010, agreeing to extend the Closing Date of the Trust Fund two years and amendments to the payment schedule by the Minister.

We propose to amend the Arrangement in respective of the provisions below:

1. Paragraph 5 of the Arrangement is amended to read as follows:

5. The first payment of $6,500,000 will be made upon receipt of the signed and dated Administration Arrangement and a payment request for IDA’s fiscal year 2008. Subsequent payments will be made on the basis of a payment request and an unaudited statement of receipts, disbursements and fund balance as referred to in Section 4.02(b) of the General Arrangement, under the following tentative schedule: (a) a second payment of $2,513,986 in IDA’s fiscal year 2011; (2) a third payment of $2,517,483 in IDA’s fiscal year 2012; and (3) a fourth payment of $1,468,531 in IDA’s fiscal year 2013.

2. Paragraph 6 of the Agreement is amended to read as follows:

“6. The Grant may be used to finance expenditures for the Project commencing on the date of signature of this Administration Arrangement and ending on December 31, 2012. Should the funds not be fully utilized by such date, the Bank will only disburse the grant funds after that date upon the approval of the Minister.

In all respects, other than as set forth above, the provisions of the Arrangement, shall continue to apply with full force and effect.
Please indicate your agreement with the foregoing by countersigning and dating the form of confirmation on the two original copies of this letter provided to you and returning one original as countersigned to us. This letter of amendment shall be deemed to have become effective as of the date of the final countersignature.

Sincerely,
INTERNATIONAL DEVELOPMENT ASSOCIATION AND
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By: Ishac Diwan
Country Director for Ghana
Africa Region

AGREED:

NETHERLANDS MINISTER FOR EUROPEAN AFFAIRS AND INTERNATIONAL COOPERATION

By: His Excellency Gerard Duijfjes
Authorized Representative

Name: Gerard Duijfjes
Date: January 10, 2011