Re: Afghanistan Reconstruction Trust Fund (Grant No. TF050577)  
Amendment No. 59 to Grant Agreement

Dear Excellency:

We refer to the Grant Agreement dated May 13, 2002, as amended to date (the “Grant Agreement”) between the Islamic Republic of Afghanistan (the “Recipient”) and the International Development Association acting as Administrator of the Afghanistan Reconstruction Trust Fund (“ARTF”) (in such capacity, the “Administrator”).

We propose amending the Grant Agreement to increase the available Grant Funds by forty-two million United States dollars (US$42,000,000). This increase reflects additional contributions received from ARTF’s donors.

Accordingly, the Grant Agreement is hereby amended as follows:

1. Section 3.01(a) of Article III is amended to read as follows:

“(a) The Administrator agrees to make available to the Recipient, on the terms and conditions set forth or referred to in this Agreement various currencies that shall have an aggregate value equivalent to the amount of five billion one hundred seven million four hundred twenty-one thousand nine dollars and twenty-four cents (US$5,107,421,009.24)”.

2. The table in Section I of Schedule 1 is amended as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (Expressed in U.S. Dollars Equivalent)</th>
<th>% of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Recurrent Expenditures and Capital Expenditures</td>
<td>5,107,421,009.24</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL</td>
<td>5,107,421,009.24</td>
<td></td>
</tr>
</tbody>
</table>
Unless the context otherwise requires and except where otherwise defined in this amendment letter, all capitalized terms contained herein shall have the meaning given to them in the Grant Agreement.

All the terms and conditions of the Grant Agreement that have not been amended hereby shall remain unchanged and in full force and effect.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION
(acting as Administrator of the Afghanistan Reconstruction Trust Fund)

[Signature]

/ Shubham Chaudhuri
Country Director for Afghanistan
South Asia Region