Her Excellency
Elba Viviana Caro Hinojosa
Minister of Development Planning
Ministry of Development Planning
Palacio de Comunicaciones, Piso 5
Ave. Mariscal Santa Cruz, esq. Oruro
La Paz, Bolivia

Re: Credit No. 4366-BO (Land for Agricultural Development Project)
Third Amendment to the Development Credit Agreement

Excellency:

Please refer to the Development Credit Agreement dated February 11, 2008, between the Plurinational State of Bolivia (the Borrower) and the International Development Association (the Association), as amended and restated (the Development Credit Agreement). Capitalized terms used in this letter (Amendment Letter) and not defined herein have the meaning ascribed to them in the Development Credit Agreement.

Pursuant to your request dated October 31, 2012, as well as our recent discussions on the subject, the Association hereby agrees to amend the Development Credit Agreement to: (a) establish a new disbursement category; and (b) reallocate the proceeds of the Credit among the disbursement categories.

Consequently the Development Credit Agreement is hereby amended as follows:

1. The table under paragraph A.1 of Schedule 1 to the Development Credit Agreement is amended to read in its entirety as set forth in the Annex to this Amendment Letter.

2. Section 1.02 of the Development Credit Agreement is amended to read as follows:

   (a) A new definition of “Operating Costs” is added to read as follows:

   “Operating Costs” means reasonable expenditures which would not have been incurred absent the Project, including, inter alia, maintenance and leasing of vehicles and equipment, fuel, office supplies and other consumables, insurance, office rent, internet connection costs, utilities and travel, transportation and accommodations and salaries of incremental PCU staff.

Consequently, the definitions included in Section 1.02 (p) through (cc) are respectively renumbered as (q) through (dd).

   (b) A new definition of “Training is added to read as follows:
“(ee) "Training" means expenditures (other than for consultants' services), solely as required for the Project, incurred for: (a) reasonable travel, room, board and per diem for trainers and trainees (in connection with their training) and non-consultant training facilitators; (b) course fees; (c) training facility and equipment rentals; (d) training material preparation, acquisition, reproduction and distribution expenses not otherwise covered under this paragraph.”

Please confirm your agreement with the foregoing amendment by signing and dating this Amendment Letter in the spaces provided below. All other provisions of the Development Credit Agreement except as amended through this Amendment Letter shall remain in full force and effect. This Amendment Letter shall be executed in two (2) counterparts each of which shall be an original.

Upon your confirmation, please return one fully executed original to us. The provisions set forth in this Amendment Letter shall become effective as of the date of its countersignature upon receipt by the Association of one fully executed original of this Amendment Letter.

Please also note that the approved Restructuring Paper dated January 29, 2013 will be disclosed on the Association's external website.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By [Signature]
Susan Goldmark
Director
Bolivia, Chile, Ecuador, Perú and Venezuela
Latin America and the Caribbean Region

AGREED:

REPUBLIC OF BOLIVIA

By: [Signature]
(Authorized Representative)

Name: E. Virian Caro Hinojosa
MINISTRA DE PLANIFICACIÓN DEL DESARROLLO

Title: [Position]

Date: 15 MAR 2013
<table>
<thead>
<tr>
<th>“Category”</th>
<th>Amount of the Credit Allocated (expressed in SDR)</th>
<th>% of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Land Credit Facility and consultants’ services under Part A of the Project</td>
<td>823,389.02</td>
<td>100% of amounts disbursed by PFIs to BAs to finance Land Acquisition Subprojects.</td>
</tr>
<tr>
<td>(2) Investment Grants for Investment Subprojects under Part B of the Project</td>
<td>5,648,617.58</td>
<td>100% of amounts disbursed by MDRYT to BAs to finance Investment Subprojects.</td>
</tr>
<tr>
<td>(3) Goods, works and consultants’ services under Part C of the Project</td>
<td>1,903,298.95</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Refunding of Project Preparation Advance</td>
<td>811,465.82</td>
<td>Amount due under Section 2.02 (c) of this Agreement</td>
</tr>
<tr>
<td>(5) Consultants’ services, Training, and Operating Costs under Part B of the Project</td>
<td>613,228.63</td>
<td></td>
</tr>
<tr>
<td>TOTAL</td>
<td>9,800,000.00</td>
<td></td>
</tr>
</tbody>
</table>