Multi-donor Trust Fund for Health Results Innovation
Grant Agreement

(Pre-Pilot for the Maternal and Newborn Health Performance-Based Financing Project)

between

KINGDOM OF LESOTHO

and

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

and

INTERNATIONAL DEVELOPMENT ASSOCIATION
together acting as administrator of the Multi-donor Trust Fund for Health Results Innovation

Dated October 8, 2013
MDTF-HRI GRANT NUMBER- TF015305

MULTI-DONOR TRUST FUND FOR THE PRE-PILOT FOR THE MATERNAL AND NEWBORN HEALTH PERFORMANCE-BASED FINANCING PROJECT GRANT AGREEMENT

AGREEMENT dated October 8, 2013, entered into between the KINGDOM OF LESOTHO ("Recipient"); and the INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT AND the INTERNATIONAL DEVELOPMENT ASSOCIATION (collectively, "World Bank"), together acting as administrator of the Multi-donor Trust Fund for Health Results Innovation ("Trust Fund").

WHEREAS:

(A) the Recipient, having satisfied itself as to the feasibility and priority of the project described in Schedule I to this Agreement ("Project"), has requested the World Bank to extend a grant from the Trust Fund to assist in the financing of the Project;

(B) the Recipient has also requested the World Bank to provide assistance towards the financing of the Maternal and Newborn Health Performance-Based Financing Project (IDA Credit Number 5229-LS and MDTF-HRI Grant Number TF014147) ("MNH-PBF Project");

(C) this Project is intended as a pre-pilot to the MNH-PBF Project; and

(D) the World Bank has agreed, on the basis, inter alia, of the foregoing, to extend a grant from the Trust Fund to the Recipient upon the terms and conditions set forth in this Agreement.

NOW, THEREFORE, the Recipient and the World Bank hereby agree as follows:

Article I

Standard Conditions; Definitions

1.01. The Standard Conditions constitute an integral part of this Agreement.

1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Standard Conditions or in Annex to this Agreement.
Article II
The Project

2.01. The Recipient declares its commitment to the objectives of the Project. To this end, the Recipient shall carry out the Project through the MOH in accordance with the provisions of Article II of the Standard Conditions.

2.02. Without limitation upon the provisions of Section 2.01 of this Agreement, and except as the Recipient and the World Bank shall otherwise agree, the Recipient shall ensure that the Project is carried out in accordance with the provisions of Schedule 2 to this Agreement.

Article III
The Grant

3.01. The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a grant in an amount equal to four hundred fifty thousand United States Dollars ($450,000) ("Grant") to assist in financing the Project.

3.02. The Recipient may withdraw the proceeds of the Grant in accordance with Section IV of Schedule 2 to this Agreement.

3.03. The Grant is funded out of the Trust Fund for which the World Bank receives periodic contributions from the donors to the Trust Fund. In accordance with Section 3.02 of the Standard Conditions, the World Bank's payment obligations in connection with this Agreement are limited to the amount of funds made available to it by the donors under the Trust Fund, and the Recipient's right to withdraw the Grant proceeds is subject to the availability of such funds.

Article IV
Recipient's Representative; Addresses

4.01. The Recipient's Representative referred to in Section 7.02 of the Standard Conditions is its minister at the time responsible for finance.
4.02. The Recipient’s Address referred to in Section 7.01 of the Standard Conditions is:

Ministry of Finance
P.O. Box 395
Maseru, 100
Lesotho

Cable address: FINMIN
Facsimile: 266 22 310 157

4.03. The World Bank’s Address referred to in Section 7.01 of the Standard Conditions is:

International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable: INDEVAS
Telex: 248423 (MCI) or 1-202-477-6391
Facsimile: 64145 (MCI)
AGREED at **Washington, D.C.**, as of the day and year first above written.

**KINGDOM OF LESOTHO**

By: [Signature]

Authorized Representative

Name: Lekelaio M. Ketsa

Title: **MINISTER OF FINANCE**

**INTERNATIONAL DEVELOPMENT ASSOCIATION/INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT**

Both acting as administrator of the Multi-donor Trust Fund for Health Results Innovation

By: [Signature]

Authorized Representative

Name: Asad Alam

Title: **COUNTRY DIRECTOR**
SCHEDULE 1

Project Description

The objective of the Project is to improve the implementation arrangements and build the capacity of the MoH at the national and local levels for the effective implementation of the MNH-PBF Project.

The Project consists of the following parts:

(i) Update the PIM, including the performance-based financing training manual and curriculum;

(ii) Conduct training in Recipient’s Quthing District (including workshops for Health Facilities and the PBF Unit (including PBF steering committees at the district level) and ensure that all entities sign PBF Contracts);

(iii) Provide technical assistance to Health Facilities to develop business plans;

(iv) Provide technical assistance to the PBF Unit (including PBF steering committees at the district level) to sign PBF Contracts with Health Facilities;

(v) Provide technical assistance to the PBF Unit for implementation of Part (vii) below;

(vi) Build the capacity of the PBF Unit for implementation of Part (vii) below, including monitoring and evaluation and financial management;

(vii) Carry out specific development projects, through the provision of performance-based grants, made out of, inter alia, the proceeds of the Grant, to Health Facilities, to deliver Health Service Packages in the Recipient’s Quthing District.
SCHEDULE 2

Project Execution

Section I. Implementation Arrangements

A. Institutional Arrangements

1. National Sexual and Reproductive Health Steering Committee.
   (a) The Recipient shall maintain throughout the period of Project implementation, the NSRHSC, whose mandate, composition and resources shall be satisfactory to the World Bank, to be responsible for, inter alia, overseeing the implementation of the Project, provide guidance to the PBF Unit, provide policy direction and the PIM.

   (b) Without limitation to the provisions of paragraph (a) immediately above, the NSRHSC shall be chaired by the Recipient’s Director General for Health Services, and be comprised of, inter alia, representatives of key directorates of the MOH, the Recipient’s ministry in charge of planning, the Recipient’s ministry in charge of finance as well as the Christian Health Association of Lesotho.

2. Project Implementation Unit
   (a) The Recipient shall maintain throughout the period of Project implementation, the PBF Unit, with terms of reference and resources satisfactory to the World Bank, and supported by qualified and experienced staff in adequate numbers (including: (i) a PBF Unit director; (ii) a financial management officer; (iii) an accountant; (iv) a monitoring and evaluation officer; and (v) an operations officer) to be responsible for overall day-to-day fiduciary oversight, including implementation, monitoring, coordination of the Project.

   (b) The Recipient shall maintain within the MOH, throughout the period of Project implementation, a procurement unit, with terms of reference and resources satisfactory to the World Bank, and supported by qualified and experienced staff in adequate numbers.

3. Performance Purchasing Technical Expert

   To facilitate the implementation of Part (vii) of the Project, the Recipient shall recruit, and thereafter maintain throughout the implementation of the Project (unless the World Bank agrees otherwise), an expert (“Performance Purchasing Technical Expert” or “PPTE”) selected in accordance with Section III of Schedule 2 to this Agreement, pursuant to which the PPTE shall provide technical assistance for the implementation of Part (vii) of the Project, including:
(i) providing training and ongoing capacity building; (ii) supporting coordination efforts among local, district and central stakeholders; and (iii) developing, monitoring and evaluating the provision of Health Service Packages, including through verification activities (including compliance with Project Implementation Manual) with respect to the Health Service Packages delivered, and surveys of the recipients of the Health Service Packages.

B. Project Implementation Manual.

1. (a) For the purposes of implementing Part (vii) of the Project, the Project Implementation Manual shall include detailed procedures and guidelines pertaining to the performance-based financing scheme, which is in form and substance satisfactory to the World Bank.

   (b) Without limitation upon the foregoing, the PIM shall include:

   (i) a description of each Health Service Package to be delivered under each Health Service Project;

   (ii) (A) the methodology for calculating the unit price to be paid for each Health Service Package to be delivered under each Health Service Project, each such unit price shall be calculated on the basis of a methodology acceptable to the World Bank ("Unit Price"), and designed to ensure that the Unit Price:

             (AA) does not exceed the reasonable cost of the Health Service Package to be delivered and financed under the PB Grant;

             (BB) is scaled to reflect the quality of the Health Service Package delivered, the conditions of the locations where the Health Service Package is to be delivered, and the need to ensure a balance between the Health Service Package and other technical supports or health services that need to be made available; and

             (CC) excludes any amount of the cost of the Health Service Package which is to be financed under another source of financing and/or under another part of the Project; and

             (B) the procedures for the evaluation and updating of the Unit Price for each Health Service Package;

   (iii) a model form of PBF Contract for the provision of a PB Grant;
(iv) the procedures for approval, monitoring and evaluation of Health Service Projects and for granting of PB Grants; and

(v) the procedures and criteria for development and delivery of training under the Project.

2. The Recipient shall:

(a) ensure that the Project is carried out in accordance with the Project Implementation Manual, as the same may be updated from time to time with the prior written agreement of the World Bank;

(b) without limitation upon the foregoing, in each Fiscal Year during the Project implementation period: (i) prepare, in accordance with terms of reference satisfactory to the World Bank and elaborated in the Project Implementation Manual, and furnish to the World Bank for its review, an evaluation of the Unit Price for each Health Service Package and recommendations of any adjustment required to be made to said Unit Price to ensure that it continues to comply with the criteria set forth in Section I.B.1(b)(ii) of this Schedule 2; (ii) afford the World Bank a reasonable opportunity to exchange views with the Recipient on each said evaluation and recommendation; and (iii) promptly adopt and apply such adjusted Unit Price for each Health Service Package as shall have been approved by the World Bank; and

(c) without limitation to the provisions of paragraphs (a) and (b) immediately above, not otherwise revise or waive any provision of the Project Implementation Manual or waive any provision of its Project Implementation Manual without the prior written agreement of the World Bank.

3. Notwithstanding the foregoing, in the event of any inconsistency between the provisions of the Project Implementation Manual and those of this Agreement, the provisions of this Agreement shall prevail.

C. Anti-Corruption

The Recipient shall ensure that the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

D. Performance-Based Financing of Health Services

1. Eligibility. In order to ensure the proper implementation of Part (vii) of the Project, the Recipient shall make PB Grants to Health Facilities for Health
Service Projects in accordance with eligibility criteria and procedures acceptable to the World Bank, which shall include the following:

(a) No proposed Health Service Project shall be eligible for a PB Grant to a Health Facility unless the PPTE has determined on the basis of an appraisal carried out in accordance with guidelines acceptable to the World Bank, and elaborated in the PIM, that:

(i) the proposed Health Service Project: (A) is technically feasible and economically and financially viable; and (B) complies with the Health Care Waste Management Plan; and

(ii) the proposed Health Facility: (A) is a public or a private health service provider of Health Service Packages located in Recipient’s Quthing District, with the organization, management, technical capacity and financial resources necessary to carry out the proposed Health Service Project; and (B) has prepared a satisfactory business plan for the proposed Health Service Project.

(b) The maximum amount of each PB Grant for a Health Service Project shall not exceed 100% of the total estimated cost of the Health Service Project minus the amount of other funds allocated to finance such cost.

(c) The following PB Grants shall be subject to the World Bank’s prior written approval and shall only be eligible for financing under the Grant if and to the extent approved by World Bank: (i) the first three (3) PB Grants, regardless of the cost thereof; and (ii) each PB Grant for an amount equivalent to $50,000 or more.

2. **PBF Contracts.** The Recipient shall make each PB Grant under a PBF Contract with the respective Health Service Provider on terms and conditions approved by the World Bank, which terms and conditions shall include the following:

(a) The PB Grant shall be made on a non-reimbursable grant basis.

(b) The Recipient shall obtain rights adequate to protect its interests and those of the World Bank, including the right to:

(i) suspend or terminate the right of the Health Facility to use the proceeds of the PB Grant, or obtain a refund of all or any part of the amount of the PB Grant then withdrawn, upon the Health Facility’s failure to perform any of its obligations under the PBF Contract; and
(ii) require each Health Facility to:

(A) carry out its Health Service Project with due diligence and efficiency and in accordance with sound public health, environmental and social and administrative standards and practices acceptable to the World Bank, including in accordance with the PIM, the Health Care Waste Management Plan and the Anti-Corruption Guidelines;

(B) provide promptly, as needed, the resources required for the purpose;

(C) procure the goods and services required for the Health Service Project and to be financed out of the proceeds of the PB Grant in accordance with the provisions of Section III of this Schedule;

(D) maintain policies and procedures adequate to enable it to monitor and evaluate in accordance with indicators acceptable to the World Bank, the progress of the Health Service Project and the achievement of its objectives;

(E) (1) maintain a financial management system and prepare financial statements in accordance with consistently applied accounting standards acceptable to the World Bank, both in a manner adequate to reflect its operations, resources and expenditures, including those related to the Health Service Project; and (2) at the World Bank’s or the Recipient’s request, have such financial statements audited by independent auditors acceptable to the World Bank, in accordance with consistently applied auditing standards acceptable to the World Bank, and promptly furnish the statements as so audited to the World Bank and the Recipient;

(F) enable the World Bank and/or the Recipient to inspect its facilities, operations and any records and documents relevant to the PB Grant; and prepare and furnish to the World Bank and the Recipient all such information as either shall reasonably request relating to the Health Service Project;

(G) permit the World Bank to make the PBF Contract and all financial statements audited pursuant to sub-paragraph
immediately above available to the public in accordance with the World Bank’s policies on access to information; and

prepare and furnish to the Recipient and the World Bank all such further information as the Recipient or the World Bank shall reasonably request relating to the foregoing.

3. The Recipient shall exercise its rights and carry out its obligations under each PBF Contract in such manner as to protect the interests of the Recipient and the World Bank and to accomplish the purposes of the Grant. Except as the World Bank shall otherwise agree, the Recipient shall not assign, amend, abrogate or waive any PBF Contract or any of its provisions.

E. Safeguards

1. The Recipient shall, throughout the implementation of the Project, ensure that the Project shall be implemented in accordance with the guidelines, procedures, timetables and other specifications set forth in the Health Care Waste Management Plan.

2. Without limitation upon its other reporting obligations under this Agreement, the Recipient shall regularly collect, compile and submit to the World Bank, in accordance with Section II of this Schedule 2 to this Agreement, reports on the status of compliance with the Health Care Waste Management Plan, giving details of:

   (a) measures taken in furtherance of the Health Care Waste Management Plan;

   (b) conditions, if any, which interfere or threaten to interfere with the smooth implementation of the Health Care Waste Management Plan; and

   (c) remedial measures taken or required to be taken to address such conditions.

Section II. Project Monitoring, Reporting and Evaluation

A. Project Reports; Completion Report

1. The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 2.06 of the Standard Conditions and on the basis of indicators acceptable to the World Bank and set forth in the PIM. Each Project Report shall cover the period of one (1) calendar
semester, and shall be furnished to the World Bank not later than forty-five (45) days after the end of the period covered by such report.

2. The Recipient shall prepare the Completion Report in accordance with the provisions of Section 2.06 of the Standard Conditions. The Completion Report shall be furnished to the World Bank not later than six (6) months after the Closing Date.

B. Financial Management; Financial Reports; Audits

1. The Recipient shall ensure that a financial management system is maintained in accordance with the provisions of Section 2.07 of the Standard Conditions.

2. The Recipient shall ensure that interim unaudited financial reports for the Project are prepared and furnished to the World Bank as part of the Project Report not later than forty-five (45) days after the end of each calendar quarter, covering the quarter, in form and substance satisfactory to the World Bank.

3. The Recipient shall have its Financial Statements for the Project audited in accordance with the provisions of Section 2.07 (b) of the Standard Conditions. Each such audit of the Financial Statements shall cover the period of one (1) Fiscal Year of the Recipient. The audited Financial Statements for each such period shall be furnished to the World Bank not later than six (6) months after the end of such period.

Section III. Procurement

A. General

1. Procurement and Consultant Guidelines. All goods, small works, non-consulting-services and consultants' services required for the Project and to be financed out of the proceeds of the Grant shall be procured in accordance with the requirements set forth or referred to in:

(a) the Procurement Guidelines, in the case of goods, small works and non-consulting services;

(b) the Consultant Guidelines, in the case of consultants' services; and

(c) the Procurement Plan.

2. Definitions. The capitalized terms used below in this Section to describe particular procurement methods or methods of review by the World Bank of particular contracts, refer to the corresponding method described in Sections II and III of the Procurement Guidelines, or Sections II, III, IV and V of the Consultant Guidelines, as the case may be.
B. Particular Methods of Procurement of Goods, Small Works and Non-consulting Services

1. National Competitive Bidding. Except as otherwise provided in paragraph 2 below, goods, small works and non-consulting services shall be procured under contracts awarded on the basis of National Competitive Bidding subject to the following: (a) use of World Bank’s Standard Bidding Documents (SBDs); (b) registration and/or classification of bidders by the Procurement Policy Advisory Department within the Recipient’s Ministry of Finance, Ministry of Public Works and Transport or any other body shall not be used as a condition of bidding; (c) preferences shall not be granted based on citizen degree of ownership and local content; (d) bracketing to provide for the rejection of bids which are in excess of 15% of the cost estimate shall not be used; (e) award of contract must be made to the lowest evaluated tender; and (f) award of contracts shall be publicly disclosed in media of wide circulation.

2. Other Methods of Procurement of Goods, Small Works and Non-consulting Services. The following methods, other than National Competitive Bidding, may be used for procurement of goods, small works and non-consulting services for those contracts specified in the Procurement Plan:

<table>
<thead>
<tr>
<th>Procurement Method</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) Shopping</td>
</tr>
<tr>
<td>(b) Direct Contracting</td>
</tr>
<tr>
<td>(c) Procurement from United Nations Agencies (UNICEF)</td>
</tr>
</tbody>
</table>

C. Particular Methods of Procurement of Consultants’ Services

1. Quality- and Cost-based Selection. Except as otherwise provided in paragraph 2 below, consultants’ services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.

2. Other Methods of Procurement of Consultants’ Services. The following methods, other than Quality- and Cost-based Selection, may be used for procurement of consultants’ services for those assignments which are specified in the Procurement Plan:

<table>
<thead>
<tr>
<th>Procurement Method</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) Quality Based Selection</td>
</tr>
<tr>
<td>(b) Selection under a Fixed Budget</td>
</tr>
</tbody>
</table>
D. Review by the World Bank of Procurement Decisions

The Procurement Plan shall set forth those contracts which shall be subject to the World Bank's Prior Review. All other contracts shall be subject to Post Review by the World Bank.

Section IV. Withdrawal of Grant Proceeds

A. General

1. The Recipient may withdraw the proceeds of the Grant in accordance with the provisions of: (a) Article III of the Standard Conditions; (b) this Section; and (c) such additional instructions as the World Bank may specify by notice to the Recipient (including the “World Bank Disbursement Guidelines for Projects” dated May 2006, as revised from time to time by the World Bank and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the table in paragraph 2 below.

2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Grant (“Category”), the allocations of the amounts of the Grant to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, small works, non-consulting services and POC required for each Health Service Package provided under a Health Service Project and to be</td>
<td>187,000</td>
<td>100% of amounts paid by the Recipient under the PB Grant</td>
</tr>
</tbody>
</table>
financed out of a PB Grant under Part (vii) of the Project and paid at the Unit Price for said Health Service Package

<table>
<thead>
<tr>
<th>(2) Non-consulting services, consulting services, Training and Operating Costs under the Project (other than under Part (vii) of the Project)</th>
<th>263,000</th>
<th>100%</th>
</tr>
</thead>
<tbody>
<tr>
<td>TOTAL AMOUNT</td>
<td>450,000</td>
<td>---</td>
</tr>
</tbody>
</table>

B. Withdrawal Conditions; Withdrawal Period

1. Notwithstanding the provisions of Part A of this Section no withdrawal shall be made:
   
   (a) for payments made prior to the date of this Agreement; or
   
   (b) under Category (1), until the PPTE has been recruited in accordance with Section I.A.3 of this Schedule 2.

2. The Closing Date referred to in Section 3.06 (c) of the Standard Conditions is December 31, 2014.
APPENDIX

Section I. Definitions


2. “Category” means a category set forth in the table in Section IV of Schedule 2 to this Agreement.


4. “Fiscal Year” means April 1 to March 31.

5. “Grant” has the meaning given to such term in Section 3.01.

6. “Health Care Waste Management Plan” means the Recipient’s plan for the management of medical waste under the Project, entitled “National Health Care Waste Management Plan (HCWMP)” which was prepared and adopted in 2010, and consolidated and updated in August 2012 for the purposes of the Project, and which includes recommendations regarding appropriate waste management and disposal procedures, a detailed account of the current policy framework, baseline situation and capacity building needs, and a detailed implementation and monitoring plan.

7. “Health Facility” means a health care facility at the local/community, district or regional level (including village health workers, health centers, hospitals, and district health management teams) to which the Recipient proposes to make or has made a PB Grant for a Health Service Project in accordance with the PIM.

8. “Health Service Package” means a specific package of maternal and newborn health services as well as services related to HIV and AIDS, tuberculosis and nutrition, all as further elaborated in the PIM, to be delivered by a Health Facility under Part (vii) of the Project.

9. “Health Service Project” means a specific development project for the delivery of Health Service Packages to be carried out by a Health Facility under Part (vii) of the Project utilizing the proceeds of a PB Grant.

10. “MNH-PBF Project” has the meaning given to such term in paragraph (B) of the recitals to this Agreement.
11. “MOH” means the Recipient’s ministry responsible at the time for health.

12. “NSRHSC” means the National Sexual and Reproductive Health Steering Committee established by the Recipient pursuant to the Recipient’s National Sexual and Reproductive Health Policy of 2009 and to be maintained in accordance with the provisions of Section I.A.1 of Schedule 2 to this Agreement.

13. “Operating Costs” means the reasonable costs, which shall have been agreed by the World Bank for the incremental expenses incurred by the PBF Unit on account of Project implementation, consisting of: vehicle operation and maintenance, communication and insurance costs, banking charges, rental expenses, office (and office equipment) maintenance, utilities, document duplication/printing, consumables, travel cost and per diem for Project staff for travel linked to the implementation of the Project, and salaries of contractual staff for the Project (but excluding regular salaries of officials of the Recipient’s civil service).

14. “POC” or “Package-related Operating Costs” means for the calculation of each Unit Price, the reasonable costs, which shall have been agreed by the World Bank as part of the PIM and in accordance with Section I.B.2(b) of Schedule 2 to this Agreement, for the incremental expenses incurred by a Health Facility on account of Health Service Packages, consisting of: vehicle operation and maintenance, communication and insurance costs, banking charges, rental expenses, office (and office equipment) maintenance, utilities, document duplication/printing, consumables, travel cost and per diem for the Health Facility’s staff for travel linked to the implementation of the Project, and salaries of contractual staff for the Health Facility and payments for overtime services performed by staff or bonuses for improved performance of staff (compared to base performance before the Health Service Project), under Health Service Projects (but excluding regular salaries of officials of the Recipient’s civil service).

15. “PBF Contract” means an agreement, to be entered into between the Recipient and a Health Facility, in accordance with the provisions of Section I.D.2 of Schedule 2 to this Agreement, pursuant to which the Recipient shall make a PB Grant.

16. “PB Grant” means a grant made or proposed to be made by the Recipient to a Health Facility out of, inter alia, the proceeds of the Grant to assist in financing a Health Service Project.

17. “PBF Unit” means the Project implementation unit established by the Recipient within MOH (per the MOH’s letter dated February 15, 2012 with reference H/ORG/21) and to be maintained in accordance with the provisions of Section I.A.2 of Schedule 2 to this Agreement.
18. "Performance Purchasing Technical Expert" or "PPTE" has the meaning given to such term in Section I.A.3 of Schedule 2 to this Agreement.


20. "Procurement Plan" means the Recipient’s procurement plan for the Project referred to in paragraph 1.18 of the Procurement Guidelines and paragraph 1.25 of the Consultant Guidelines, as the same shall be updated from time to time in accordance with the provisions of said paragraphs.

21. "Project" has the meaning given to such term in paragraph (A) of the recitals to this Agreement.

22. "Project Implementation Manual" or "PIM" means the implementation manual adopted by the Recipient under the MNH-PBF Project, in form and substance satisfactory to the World Bank, which contains, inter alia, detailed administrative, procurement, financial management, safeguards, monitoring and evaluation procedures and arrangements for the Project and the MNH-PBF Project, including detailed administrative, procurement, financial management, safeguards, monitoring and evaluation procedures and arrangements for purposes of implementation of PBF Grants, which shall include the provisions set forth in Section I.B.1 of Schedule 2 to this Agreement.


24. "Training" means the reasonable costs, which shall have been agreed by the World Bank for the training and workshops, including tuition, travel and subsistence costs for training and workshop participants, costs associated with securing the services of trainers and workshop speakers, rental of training and workshop facilities, preparation and reproduction of training and workshop materials, and other costs directly related to training course and workshop preparation and implementation (but excluding goods and consulting services).

25. "Unit Price" means, for each Health Service Package, the unit price thereof determined in accordance with the provisions of Section I.B.1(b)(ii) of Schedule 2 to this Agreement and the PIM.