Date: February 21, 2018

H. E. Dr. Abraham Tekeste
Minister
Ministry of Finance and Economic Cooperation
Addis Ababa
Federal Democratic Republic of Ethiopia

Re: Co-financing of Productive Safety Net Project IV
(TF Grant No. TF0A3267)
Amendment to the Grant Agreement

Excellency:

We refer to the Grant Agreement (the “Agreement”), dated December 9, 2016, as amended to date, between the Federal Democratic Republic of Ethiopia ("Recipient") and the International Development Association ("World Bank"), acting as administrator of the Ethiopia Productive Safety Net Project IV Multi-Donor Trust Fund ("MDTF").

We are pleased to inform you that the World Bank has received part of the donors’ commitment as additional funds to support the MDTF activities. Therefore, in order to provide these funds to the Recipient, we propose to amend the Agreement as follows:

1. Section 3.01 of the Grant Agreement is deleted in its entirety and is replaced with the following:

   "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 fifty million two hundred forty three thousand sixty seven United States Dollars and forty one cents (USD 50,243,067.41) ("Grant") to assist in financing the Project."

2. The table in Section IV.A.2 of Schedule 2 to the Grant Agreement is deleted in its entirety and is replaced with the following:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Financing Allocated (expressed in Dollars)</th>
<th>Percentage of Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goods, works, non-consulting services, Training, Operating Costs, Safety Net Transfers, and Livelihood Transfer Grants</td>
<td>50,243,067.41</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>50,243,067.41</td>
<td></td>
</tr>
</tbody>
</table>
Please confirm the agreement of the Recipient to the amendments set forth above by signing, dating and returning to us the enclosed copy of this amendment letter.

Except as specifically amended by this amendment letter, all other provisions of the Grant Agreement shall remain in full force and effect. Upon receipt by the Bank of a copy of this amendment letter duly countersigned by the authorized representative of the Recipient, the above amendments to the Agreement shall become effective as of the date of countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

Carolyn Turk
Country Director
Ethiopia, Sudan and South Sudan

CONFIRMED

FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

By: Abraham Tekeste (PD)
   Authorized Representative

Date: 29/02/2018

Name: ____________________________________________
Title: ____________________________________________