April 9, 2013

H.E. Dr. Mohammed Saed Al-Sadi
Minister of Planning and International Cooperation
Ministry of Planning and International Cooperation
Sana’a, Republic of Yemen

Subject: Republic of Yemen: Schistosomiasis Control Project (IDA H542-RY)
Amendment to the Financing Agreement

Excellency:

We refer to the Financing Agreement, dated January 6, 2010 (“Financing Agreement”), between the Republic of Yemen (“Recipient”) and the International Development Association (“Association”), for the above-referenced Project (“Project”). We also refer to your letters, dated November 24, December 15, and 24, 2012, requesting for an amendment to the Financing Agreement.

We are pleased to inform you that the Association concurs with your request, and consequently the Financing Agreement is amended as set forth below:

1. Schedule I is amended to include a new component as Part C of the Project, which reads as follows:

“Part C: Output-Based Deworming and Control of Other Neglected Tropical Diseases (NTDs):

(1) Supporting the establishment of a school-based Deworming Program for the treatment of soil transmitted helminthes in non-Schistosomiasis endemic areas.

(2) Extending support to other neglected tropical diseases such as onchocerciasis, trachoma, and other NTDs of public health importance.”
2. The table under paragraph A.2 of Section IV of Schedule 2 to the Financing Agreement is amended to read as follows:

<table>
<thead>
<tr>
<th>&quot;Category&quot;</th>
<th>Amount of the Financing Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods including:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Drugs</td>
<td>5,980,000</td>
<td>100% from August 3, 2010</td>
</tr>
<tr>
<td>(b) Laboratory equipment and other Goods</td>
<td>300,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Refund of Preparation Advance</td>
<td>140,000</td>
<td>Amount payable pursuant to Section 2.07 of the General Conditions</td>
</tr>
<tr>
<td>(3) Consultants’ services, training and workshops</td>
<td>1,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Campaign Costs</td>
<td>4,950,000</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Incremental Operating Costs</td>
<td>230,000</td>
<td>100%</td>
</tr>
<tr>
<td>(6) Unallocated</td>
<td>0</td>
<td>100%</td>
</tr>
<tr>
<td>(7) Treatment of NTDs</td>
<td>3,200,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>15,800,000</td>
<td></td>
</tr>
</tbody>
</table>

For the purposes of this Schedule:

(a) the term "Incremental Operating Costs" means the expenditures incurred by PAU for the purpose of Project implementation on account of office supplies and stationary, banking charges, communication services, translation services, and labor costs for local support staff but excluding salaries of officials of the Recipient; and

(b) the term "Campaign Costs" means expenditures incurred by MOPHP for the purpose of carrying out Part A.1 of the Project on account of travel costs of MOPHP staff, car rental costs, local transport costs of drugs, water, disposable cups, stationary, fuel, campaign launching workshop costs, microphones’ rental costs, and communications.
(c) the term "Treatment of NTDs" mean expenditures incurred by the Recipient for the purposes of supporting the provision of school-based deworming services for the treatment of soil transmitted helminthes in non-schistosomiasis endemic areas and extending support to other neglected tropical diseases such as onchocerciasis, trachoma, and other NTDs of public health importance."

3. Part B of Section IV of Schedule 2 to the Financing Agreement is amended to read as follows:

"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.

(b) for treatment of NDTs (Category 7) until and unless the Association has received the supporting documentation for requests for each reimbursement and for each reporting eligible expenditure to be paid from the Designated Account in form and substance satisfactory to the Association, verified by the Independent technical Audit.

2. The Closing Date is June 30, 2016."

Except as specifically amended by this Amendment Letter, all other provisions of the Financing Agreement remain in full force and effect.

Please confirm your agreement to the foregoing by signing the form of confirmation set forth below and returning one fully executed original of this Amendment Letter to us and retaining one original for your records. This amendment letter shall become effective as of the date of countersignature.

Yours sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Hartwig Schafer
Director
Yemen, Egypt and Djibouti Country Department
AGREED:
REPUBLIC OF YEMEN

By _____________________________
Authorized Representative

Name: H.E. Dr. Mohammed Saed Al-Saad

Title: Minister of Planning and International Cooperation

Date: 28/5/2013