Mr. Henri Yav Mulang  
Minister in charge of Finance  
Ministry of Finance  
Boulevard du 30 juin  
Commune de la Gombe  
Kinshasa I - Democratic Republic of Congo

Re: **DRC: Establishing Capacity for Core Public Management Project**  
Grant Number H721-ZR

**Amendment to the Financing Agreement**

Excellency:

We refer to the Financing Agreement ("Agreement") for the Establishing Capacity for Core Public Management Project, between the Democratic Republic of Congo (the "Recipient") and the International Development Association (the "Association") dated July 28, 2011.

We are pleased to inform you that, pursuant to your request dated June 23, 2014, the Association accepts to amend the Agreement as follows.

1. Section I A (Institutional Arrangements) of Schedule 2 to the Agreement is deleted in its entirety and amended to read as follows:

   “1. The Recipient shall maintain, throughout the implementation of the Project, the unit in the Ministry of Planning in charge of technical support to the reform of the Recipient’s public administration, Cellule de Mise en Œuvre de la Reforme d de l’Administration publique (CMRAP), with terms of reference, composition and resources satisfactory to the Association, which shall, among other functions, be responsible for providing overall strategic guidance for the Project.

2. The Recipient shall establish by no later than February 28, 2015, and thereafter maintain throughout the implementation of the Project, a steering committee composed of the secretary generals of the Ministries of Finance, Planning, Civil Service, Budget and Decentralization, with the Secretary General of the Ministry of Planning as the chair and CMRAP as the secretariat, with terms of reference, composition and resources satisfactory to the Association, which shall be responsible for providing overall support to the SENAREC’s activities under the Project and the validation of Annual Work Plans and related budgets of the Project at the national level.

3. The Recipient’s provincial Ministry of Planning and provincial Ministry of Finance will ensure in each selected province the monitoring of the activities carried out at the provincial level under Parts A, C and D and Part B respectively.

4. The Recipient shall maintain SENAREC throughout the implementation of the Project with terms of reference, composition and resources satisfactory to the Association which shall be responsible for inter alia: (a) the day-to-day financial management of the Project, including management of the Designated Account for the Project; (b) the oversight of all
technical, administrative financial, social and environmental matters relating to the implementation of the Project; (c) monitoring and evaluation of the activities of the Project; (d) carrying out of the procurement activities of the Project; and (e) managing any auditing of the Project and Training activity carried out under the Project and preparing consolidated progress reports for the Project.”

2. Section IV. A.2 of Schedule 2 of the Financing Agreement is modified as per the table attached below:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (Inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works, consultants’ services including Training and audits, and Operating Costs for Part A of the Project</td>
<td>3,500,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2)(a) Goods and consultants’ services, including Training and audits, and Operating Costs for Part B.1 of the Project</td>
<td>1,900,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2)(b) Goods, works and consultants’ services, including Training and audits, and Operating Costs for Part B.2 of the Project</td>
<td>1,900,000</td>
<td>100%*</td>
</tr>
<tr>
<td>(3) Sub-grants for Part C.1(a) of the Project</td>
<td>3,000,000</td>
<td>100%*</td>
</tr>
<tr>
<td>(4) Goods and works for Part C.1(b) of the Project</td>
<td>4,200,000</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Goods and consultant services and Operating Costs for Part C.2 and D of the Project</td>
<td>4,200,000</td>
<td>100%</td>
</tr>
<tr>
<td>(6) Refund of Preparation Advance</td>
<td>500,000</td>
<td>Amount payable pursuant to Section 2.07 of the General Conditions</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>19,200,000</td>
<td></td>
</tr>
</tbody>
</table>

3. Under the Appendix to the Agreement, the following definitions are deleted: (3) “ARMP”; (5) “BCECO”; (7) COREF”; (9) “ECOREC”; (12) “ITCC” and all definitions renumbered accordingly. In addition a new definition is added to read as follows:
“25. “CMRAP means Cellule de Mise en Œuvre de la Réforme de l’Administration Publique, the Recipient’s implementation unit for the Recipient’s public administration reform in charge of overall strategic guidance for the Project, established and operating pursuant to the Recipient’s Arrêté of the Public Service Ministry No. CAB.MIN/FP/J-CK/GELB/FMD/GML/082/2012 dated December 12, 2012.”

All terms of the Agreement not hereby amended shall remain in full force and effect.

Please confirm your acceptance with the foregoing, by signing and dating the two enclosed originals, retaining one original for your records and returning the other to the Association. Upon receipt by the Association of the copy of this Amendment countersigned by you, this Amendment will become effective as of the date of the countersignature.

Very Truly Yours,

By

Ahmadou Moustapha Ndiaye
Country Director
Democratic Republic of Congo
Africa Region

AGREED:
DEMOCRATIC REPUBLIC OF CONGO

By

Authorized Representative

Name: Henri YAV MULANG

Title: Ministre des Finances

Date: 29/01/15