October 21, 2014

His Excellency Amadou Ba
Minister of Economy and Finance
Ministry of Economy and Finance
Dakar
Republic of Senegal

Re: Republic of Senegal: Global Environment Facility (GEF)  
Grant Agreement No. TF016708  
(Sustainable and Inclusive Agribusiness Development Project)  
Additional Instructions: First Restatement Disbursement

Excellency

I refer to the Grant Agreement between the International Bank for Reconstruction and Development (the “World Bank”) acting as an implementing agency of the Global Environment Facility (“GEF”) and the Republic of Senegal (the “Recipient”) for the above-referenced project, dated March 28, 2014. The Agreement provides that the World Bank may issue additional instructions regarding the withdrawal of the proceeds of the grant TF 16708 (“Grant”). This letter (“Disbursement Letter”), as revised from time to time, constitutes the additional instructions.

This Disbursement Letter is a First Restatement of the Disbursement Letter dated March 28, 2014 for the above referenced project to change the financial institution at which the Designated Account will be opened. This letter replaces and supersedes the Disbursement Letter dated March 28, 2014.

The attached World Bank Disbursement Guidelines for Projects, dated May 1, 2006, (“Disbursement Guidelines”) (Attachment 1), are an integral part of the Disbursement Letter. The manner in which the provisions in the Disbursement Guidelines apply to the Grant is specified below. Sections and subsections in parentheses below refer to the relevant sections and subsections in the Disbursement Guidelines and, unless otherwise defined in this letter, the capitalized terms used have the meanings ascribed to them in the Disbursement Guidelines.

I. Disbursement Arrangements

(i) Disbursement Methods (section 2). The following Disbursement Methods may be used under the Financing:

- Reimbursement
- Advances
- Direct Payment
• Special Commitment

(ii) Disbursement Deadline Date (subsection 3.7). The Disbursement Deadline Date is 4 months after the Closing Date. Any changes to this date will be notified by the World Bank.

II. Withdrawal of Grant Proceeds

(i) Authorized Signatures (subsection 3.1).
An authorized signatory letter in the Form attached (Attachment 2) should be furnished to the World Bank at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

The World Bank
Resident Mission
Dakar, Senegal
Attention: Ms. Vera Songwe Country Director

(ii) Applications (subsections 3.2 - 3.3). Please provide completed and signed (a) applications for withdrawal, together with supporting documents, and (b) applications for special commitments, together with a copy of the commercial bank letter of credit, to the address indicated below:

The World Bank,
Loan Department,
Delta Center, 13th Floor,
Menengai Road, Upper Hill,
Nairobi, Kenya
Attention: Loan Department

(iii) Electronic Delivery (subsection 3.4) The World Bank may permit the Recipient to electronically deliver to the World Bank Applications (with supporting documents) through the World Bank's Client Connection, web-based portal. The option to deliver Applications to the World Bank by electronic means may be effected if: (a) the Recipient has designated in writing, pursuant to the terms of subparagraph (i) of this Section, its officials who are authorized to sign and deliver Applications and to receive secure identification credentials ("SIDC") from the World Bank for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Recipient have registered as users of Client Connection. If the World Bank agrees, the World Bank will provide the Recipient with SIDC for the designated officials. Following which, the designated officials may deliver Applications electronically by completing Form 2380, which is accessible through Client Connection (https://clientconnection.worldbank.org). The Recipient may continue to exercise the option of preparing and delivering Applications in paper form. The World bank reserves the right and
may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient.

(iv) Terms and Conditions of Use of SIDC to Process Applications. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Recipient confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of Secure Identification Credentials") provided in Attachment 3; and (b) to cause such official to abide by those terms and conditions.

(v) Minimum Value of Applications (subsection 3.5). The Minimum Value of Applications for reimbursement, direct payment and special commitment is twenty percent of the Ceiling of the Designated Account.

(vi) Advances (sections 5 and 6).

• Type of Designated Account (subsection 5.3): Pooled with IDA 53340

• Currency of Designated Account (subsection 5.4): CFAF

• Financial Institution at which the Designated Account Will Be Opened (subsection 5.5): Banque Atlantique du Senegal

• Ceiling (subsection 6.1): CFAF 300 million

III. Reporting on Use of Financing Proceeds

(i) Supporting Documentation (section 4). Supporting documentation should be provided with each application for withdrawal as set out below:

• For requests for Reimbursement and reporting for eligible expenditures paid from the Designated Accounts
  o Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for payments against contracts requiring the Bank’s prior review as well as all contracts exceeding USD 500,000 for works, USD 250,000 for goods and USD 200,000 for consulting firms and USD 100,000 for individual consultants;
  o Statement of Expenditure in the form attached (Attachment 4) for all other expenditures / contracts; and
  o List of payments against contracts that are subject to the World Bank’s prior review, in the form attached (Attachment 5)

• For requests for Direct Payment. Records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices and documentary evidence of delivery and the Recipient’s acceptance of contracted goods or services.
• **For requests for Special commitments**
  - Letter of credit
  - Copy of the contract

(ii) **Frequency of Reporting Eligible Expenditures Paid from the Designated Account**
(subsection 6.3): monthly

(iii) **Other Supporting Documentation Instructions**
Copies of the bank statements of the Designated Account and a reconciliation statement for this account should be submitted with each Application for advances to the Designated Account.

IV. **Other Important Information**


From the Client Connection website, you will be able to prepare and deliver Applications, monitor the near real-time status of the Grant, and retrieve related policy, financial, and procurement information.

If you have not already done so, the World Bank recommends that you register as a user of the Client Connection website (https://clientconnection.worldbank.org). From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Grant, and retrieve related policy, financial, and procurement information. All Recipient officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the website and registration arrangements, please contact the World Bank by email at <clientconnection@worldbank.org>.

If you have any queries in relation to the above, please contact Aissatou Diallo, Sr. Finance Officer at LOAAFR@worldbank.org using the above reference.

Yours sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
(acting as Implementing Agency for the Global Environment Facility)

\[Signature\]

Vera Songwe
Country Director for Senegal
Africa Region