March 26, 2015

Hon. Snyder Rini
Minister of Finance and Treasury
Ministry of Finance and Treasury
P.O. Box 26
Honirara
SOLOMON ISLANDS

Dear Minister,

**Solomon Islands: Telecommunications and ICT Development Project**
**(PRIF Trust Fund Grant No. 097221)**
**Amendment 2 to the PRIF Trust Fund Grant Agreement**

We refer to the PRIF Trust Fund Grant Agreement No. TF 097221 ("Grant Agreement") co-financing the Solomon Islands Telecommunications and ICT Development Project, and dated August 6, 2010, between Solomon Islands (the "Recipient") and International Bank for Reconstruction and Development and International Development Association (together, the "World Bank"), and your request for restructuring of the above-referenced Project.

1. Pursuant to our recent discussions, the World Bank proposes to amend Section 3.01(ii) of the Annex to the Grant Agreement as follows:

   "(ii) "Incremental Operating Costs" means incremental expenses incurred on account of Project implementation, support, and management and reasonably related thereto, including: membership of relevant professional institutions and international organizations in the telecommunications sector (including arrears since 1990); costs associated with support of the statutory disputes and appeals panel as per Part 17 of the 2009 Telecommunications Act; remuneration (including salaries, allowances, bonuses, superannuation contributions, and per diems for operational travel); travel and accommodation; communications and deliveries, data management, utilities, stationery, printing, registration, licensing, and insurance; vehicle, boat, and equipment operation and maintenance, office and other relevant tenancies, office fit out and maintenance, facilities hire, and security; but excluding costs on account of remuneration of the Recipient's civil servants, annual home leave and other personal travel, donations for any purpose, alcoholic beverages, gifts or personal expenses of any kind."

All other terms and conditions of the Grant Agreement, as amended hereby, shall remain in full force and effect.
Hon. Snyder Rini:  

March 26, 2015

Please confirm your agreement on behalf of the Recipient to the amendment set out above by signing the form of confirmation set out below, returning one fully executed original of this amendment letter to us at your earliest convenience and retaining one original for your records.

Upon receipt by the World Bank of the countersigned copy of this letter of amendment, it shall become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT/  
INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]
Franz Drees-Gross  
Country Director  
Timor-Leste, Papua New Guinea  
& Pacific Islands  
East Asia and Pacific Region

AGREED:
SOLOMON ISLANDS

[Signature]
Authorized Representative

Name: Snyder Rini
Title: Minister of Finance
Date: 27-3-15