ADMINISTRATION AGREEMENT for the Australian Trust Fund for Co-Financing of the Tanzania Emergency Obstetric Care Equipment Project (Trust Fund No. TF071504)

Article 1
Subject and Amount of the Grant

Section 1.01. In pursuance of the Cofinancing and Trust Funds Framework Agreement between the Government of Australia, acting through the Australia Agency for International Development (AusAID) ("Donor") and the International Bank for Reconstruction and Development ("IBRD") and the International Development Association (the "IDA") (collectively the "Bank") dated 2 June, 2004 (the "Framework Agreement"), I am pleased to inform you of the intention of the Donor to make available a grant (the Grant) of two million Australian Dollars (AUD 2,000,000), to be administered by the Bank for the Australian Trust Fund for Co-financing of the Tanzania Emergency Obstetric Care Equipment Project (Trust Fund No. TF071504).

Section 1.02. The terms of the Framework Agreement shall apply to the Grant. The Bank shall administer the Grant in accordance with the provisions of the Framework Agreement, except as otherwise provided herein.

Section 1.03. The Grant shall be used exclusively to co-finance the purchase of Emergency Obstetrical equipment. The tender is expected to start by the end of May and all equipment must be delivered by the end of December 2010. Related training and related capacity building will be done through support provided by the UN system and others.

Section 1.04. The Grant shall be used to finance goods and taxes/duties associated with the foregoing expenditure for the Recipient-Executed Activities.

Section 1.05. In addition to the financial reporting of the Grant to be provided pursuant to Section 11.01 of the Framework Agreement, the Bank shall provide an annual report on the activities financed by the Grant and a final report on the activities following the Completion Date.

Article 2
Payment Schedule and Modalities

Section 2.01. The Donor shall deposit the Grant funds with the Bank, upon request from the Bank, in IBRD’s Cash Account “T” maintained with HSBC Bank Australia Ltd., HSBC Center, Floor 11, 580, George Street, Sydney, Australia (Account No: 011-796208-042; SWIFT Bic Code: HKBAAU2SXXX) or such other account as the Bank may notify to the Donor, promptly following the date of this Administration Agreement.

upon confirmation by the Bank of this Administration Agreement AUD 2,000,000
Section 2.02 When making such deposit, the Donor shall:

(a) instruct the HSBC Bank Australia Ltd. as to the amount deposited and the date of such deposit;

(b) forward the remittance advice by email to the Bank’s Treasury Operations Department addressed to tris@worldbank.org indicating the amount deposited, the date of such deposit and that the amount is for the Balance Account; and

(c) arrange to send a copy of the information in the remittance advice to the Bank’s Trust Funds Division by e-mail addressed to “tfremitadvice@worldbank.org” or by fax to 202-614-1315.

Section 2.03 The Bank will convert the Grant funds into the holding currency of the Trust Fund, namely United States Dollars, promptly upon receipt of the Grant funds and the Deposit Instruction containing the information specified in paragraph 2.02 at the exchange rate obtained by the Bank on the date of the conversion. Where the Grant funds proves to be insufficient to complete the activities as a result of an exchange rate fluctuation, neither the Bank nor the Donor will bear any responsibility for providing any additional financing.

Article 3
Administrative Cost Recovery Arrangements

Section 3.01. Notwithstanding Section 9.02 of the Framework Agreement, in order to assist in the defrayment of the costs of administration and other expenses incurred by the Bank under the Agreement, the Bank may, following deposit of the Contribution by the Donor, deduct from the contribution and retain for the Bank’s own account an amount equal to five percent (5%) of the Contribution.

Section 3.02. In addition, in order to assist in the defrayment of the costs associated with the establishment of the Trust Fund, the Bank may, following deposit of the Contribution by the Donor, deduct from the contribution and retain for the Bank’s own account an amount equal to and not greater than thirty-five thousand United States dollars (US$35,000).

Article 4
Completion Date

Section 4.01. It is expected that the Grant funds will be fully disbursed by the Bank by June 30, 2011. The Bank shall only disburse the Grant funds for the purposes of this Agreement after such date with the written approval of the Donor.
Article 5
Cancellation

Section 5.01. Either party may, upon giving the other party three (3) months’ prior written notice, cancel that part, if any, of the Grant funds provided under this Administrative Agreement that the Bank has not committed prior to receipt of such notice under agreements entered into by the Bank with any third party, including any Grant Agreement. Upon such cancellation, and unless the parties hereto agree on another arrangement, the Bank shall credit the uncommitted balance of Grant funds to the trust fund account specified in Section 9.01 of the Framework Agreement.

Article 6
Communications

Section 6.01. The offices responsible for coordination of all matters related to this Administration Agreement are:

For the Donor:

Sue Moore, Program Manager  
NEWA Section, AusAID  
Tel: +61 2 6206 4586  
Fax: +61 2 6206 4695  
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For the Bank:

Dominic S. Haazen  
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E-mail: dhaazen@worldbank.org
This Administration Agreement is drawn up in two originals, one for each party. It may be amended only by written agreement of the parties hereto.

GOVERNMENT OF AUSTRALIA THROUGH THE AUSTRALIAN AGENCY FOR INTERNATIONAL DEVELOPMENT (AUSAID)

By: /s/ James Hall
   Acting Assistant Director General
   (Name and title of Authorized Representative)

Date: June 9, 2010

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT/INTERNATIONAL DEVELOPMENT ASSOCIATION

By: /s/ John Murray McIntire
   Country Director
   (Name and title of Authorized Representative)

Date: June 8, 2010