His Excellency
Mr. Rene Orellana
Minister of Development Planning
Ministry of Development Planning
Avenida Mariscal Santa Cruz Esquina Oruro
Ex Edificio Comibol
La Paz, Bolivia

Excellency:

Ref.: Plurinational State of Bolivia: Grant for Early Childhood Care and Development in the Poorest and Most Vulnerable Urban Districts of La Paz and El Alto Project (JSDF Grant No.TF011795)
First Amendment to the Grant Agreement

We refer to the Letter Agreement dated July 18, 2012, countersigned on July 23, 2012, entered into between the Plurinational State of Bolivia (“Recipient”), and the International Bank for Reconstruction and Development and the International Development Association (collectively, “World Bank”), acting as administrator of grant funds provided under the Japan Social Development Fund (the “Grant Agreement”). Capitalized terms used in this letter (Amendment Letter) and not defined herein have the meaning ascribed to them in the Grant Agreement.

Pursuant to your letter dated April 10, 2015, as well as our recent discussions on the subject, we are pleased to inform you that the World Bank agrees to your request and consequently proposes to amend the Grant Agreement as follows:

1. The description of the Project provided under Section 2.01 of the Annex to the Grant Agreement (“Project Objectives and Description”) is amended to read as follows:

“Part I. Improving the Quality of ECD Services.

(a) Provision of support for the development of a quality model for early childhood education, culturally appropriate, to promote the development of children, to be implemented and executed through: (i) participatory improvement plans; and (ii) the provision of a certification program for Educadoras in ECD integral attention modules.

Part II. Expanding coverage of ECD services.

Development of sustainable ECD centers modality in the municipalities of La Paz and El Alto, by: (i) the construction of new ECD centers, and (ii) the refurbishment of existing
centers, including in both cases, the provision of furniture, equipment and teaching materials.

Part III. Institutional Strengthening, Community Empowerment and Project Management.

(a) Provision of training to beneficiary mothers, including, *inter alia*, sessions on productive employment skills and on sexual and reproductive health.

(b) Provision of support for, *inter alia*: (i) the technical and administrative management of the Project (including the fiduciary aspects); (ii) the development of a database for the monitoring of the Project; (iii) the development and implementation of a platform to facilitate the Beneficiaries' participation in the implementation, and monitoring of the Project; (iv) the design and implementation of a workshop to disseminate information and lessons learned on the Project; and (v) the carry out of the Project audits.”

2. The table provided under Section 3.01 of the Annex to the Grant Agreement (“Withdrawal of Grant Proceeds”) is amended to read in its entirety as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in US$)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Consultants’ services, Training and Workshops, and Goods</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Executed by la Paz</td>
<td>686,483</td>
<td>100%</td>
</tr>
<tr>
<td>(b) Executed by El Alto</td>
<td>672,746</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Works</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Works Executed by la Paz</td>
<td>648,798</td>
<td>100%</td>
</tr>
<tr>
<td>(b) Works Executed by El Alto</td>
<td>711,408</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Operating costs</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) La Paz Operating Costs</td>
<td>57,874</td>
<td>100%</td>
</tr>
<tr>
<td>(b) El Alto Operating Costs</td>
<td>9,000</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>2,786,309</strong></td>
<td></td>
</tr>
</tbody>
</table>

All provisions of the Grant Agreement, except as amended herein, shall remain in full force and effect.
Please note that the approved Restructuring Paper dated July 30 will be disclosed on the Bank’s external website.

Please confirm your agreement with the foregoing amendment by signing and dating this Amendment Letter in the spaces provided below. This Amendment Letter shall be executed in two counterparts, each of which shall be an original. Upon confirmation please return one fully executed original to us.

The provisions set forth in this Amendment Letter shall become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Alberto Rodríguez
Country Director
Bolivia, Chile, Ecuador, Peru and Venezuela
Latin America and the Caribbean Region

AGREED:

PLURINATIONAL STATE OF BOLIVIA

By:  [Signature]

Authorized Representative

Name:  René Gonzalo Orejuela Hacay

MINISTRO DE PLANIFICACIÓN DEL DESARROLLO

Title:

Date:  03 SEP 2015
Cleared/Concurred & and cc.: E. Segura, A. Tashieva (LEGLE); R. Nayar, J. Entwistle (GEDDR); JSDF Unit; H. Nkole (DFPTF); M. Hormazabal (WFLAN); P. Hoyes (GGODR); J. Rigolini, (LCC6C); LC6Clearance

c.c: Messrs./Mmes. E. Yokoyama (LCC6A); L. Benavides, J. Rigolini; M. Velasco (LCC6C); N. Pontara (LCCBO); M. Tambucho, L. Sampaio (WFALN); P. Alvarez, J. Alonso, A. Novali (GEDDR); J. Rassmusen, T. Perez (GGODR); P. Velasco (LCBBO); WBDocs.