July 18, 2013

Mr. Safarali Nadjmiddinov
Minister
Ministry of Finance
3 AkademikovRajabovikh Street
734025 Dushanbe
Republic of Tajikistan

Dear Mr. Nadjmiddinov:

Re:Republic of Tajikistan: Swiss Grant for Co-financing of the Energy Loss Reduction Project (Grant No. TF096573)
Amendment to the Grant Agreement

We refer to the Grant Agreement (the Agreement) between the Republic of Tajikistan (the “Recipient”) and the International Development Association (the “World Bank”) for the above-referenced project, dated October 19, 2011 and countersigned on October 27, 2011. Furthermore, we refer to your letter dated May 17, 2013, requesting that the Closing Date of the Agreement be extended in order to use funds remaining in the trust fund to further the objectives of the Project. The World Bank concurs with your request and proposes to amend the Agreement as follows:

1. The Project Objectives and Description in Section 2.01 in the Annex to the Agreement are restated as follows:

“2.01. Project Objectives and Description. The objective of the Project is to assist the Recipient in reducing commercial losses in the electricity and gas systems and to lay the foundation for the improvement of the financial viability of the electricity and gas utilities, in a socially responsible manner. The Project consists of the following parts:

“Part A1: Electricity Component

“Activities under Part A.1 of the Financing Agreement for the Energy Loss Reduction Project, as amended, signed between the Recipient and the World Bank on September 8, 2005, Credit No. 4093 and Grant No. H178-TJ (the “Project”), namely, supply and installation of electricity meters, related materials and technical assistance at Barki Tajik.
“Part C: Technical Assistance

“Activities under Part C. 2(b) of the Project, namely, auditing and consulting services, and computer software for the financial management improvement program and consulting services at Barki Tajik; under Part C.2(d) of the Project, namely consulting services for the development of assessment studies and related reviews for the Rogun Hydroelectric Project; and under Part C. 3(b) of the Project, namely, auditing and consulting services, for the financial management improvement program at Tajiktransgaz.”

2. Article III, paragraph 3.01 Eligible Expenditures is replaced in its entirety with the following:

“3.01. Eligible Expenditures. The Recipient may withdraw the proceeds of the Grant in accordance with the provisions of: (a) the StandardConditions; (b) this Section; and (c) such additional instructions as the World Bank may specify by notice to the Recipient (including the “World Bank Disbursement Guidelines for Projects” dated May 2006, as revised from time to time by the World Bank and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the following table. The table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Grant (“Category”), the allocations of the amounts of the Grant to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the GrantAllocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works and Consultants’ Services under Parts A and C.2 (b) of the Project</td>
<td>3,467,973.54</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Consulting services for the development of assessment studies and related reviews for Rogun Hydroelectricity Project under Part C.2 (d) of the Project</td>
<td>290,000.00</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Consultants’ and auditing services under Part C.3 of the Project</td>
<td>260,000.00</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>4,017,973.54</td>
<td></td>
</tr>
</tbody>
</table>
3. Article III, paragraph 3.03 is amended in its entirety to read: “The Closing Date referred to in Section 3.06 (c) of the Standard Conditions is August 31, 2014. Withdrawal applications must be submitted no later than October 31, 2014.”

All sections of the Agreement that have not been amended hereby shall remain unchanged and in full force and effect.

Please confirm your agreement with the foregoing by signing and dating the confirmation on the enclosed copy of this Amendment Letter and returning it to the Association. Upon the date of its countersignature, this Amendment Letter shall become effective as of September 1, 2012.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Saroj Kumar Jha
Regional Director
Central Asia Region

AGREED:

REPUBLIC OF TAJIKISTAN

By:  

Name: Safarali Najmudinov
Title: Minister of Finance
Date: July 25, 2013