June 30, 2014

Secretary Mohammad Mejbahuddin
Economic Relations Division
Ministry of Finance
Block 8, Room No. 3
Sher-e Bangla Nagar
Dhaka, Bangladesh

Dear Secretary Mejbahuddin:

Bangladesh: Strengthening Public Expenditure Management Program –
Strengthening Parliamentary Oversight Project
(Grant No. TF097134-BD)
Amendment Letter to the Grant Agreement

We refer to the Grant Agreement between the People’s Republic of Bangladesh (Recipient) and the International Development Association (World Bank) acting as administrator of the Multi-Donor Trust Fund for Strengthening Public Expenditure Management Program in Bangladesh dated August 29, 2010 for the above-mentioned Project (Agreement).

We also refer to the letters dated May 26 and June 16, 2014, from the Economic Relations Division, Ministry of Finance, requesting us to restructure the Project in order to consider certain amendments to the Agreement including changes to the Project development objectives, components, and monitoring indicators.

We are pleased to inform you that the World Bank accedes to the Recipient’s request and hereby proposes to amend the Agreement as follows:

1. Schedule I (Project Description) shall be amended as set forth in Attachment 1 to this Amendment Letter.

2. Section II.A.1 of Schedule 2 (Project Execution) shall be amended to read as follows:

   “1. The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 2.06 of the Standard Conditions and on the basis of indicators acceptable to the World Bank. Each Project Report shall cover the period of one (1) calendar semester, and shall be furnished to the World Bank not later than forty-five (45) days after the end of the period covered by such report.”

3. Annex to Schedule 2 (Performance Indicators) shall be deleted and replaced by Attachment 2 to this Amendment Letter.
4. The table under Section IV.A.2 of Schedule 2 (Project Execution) shall be amended to read as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, Consultants' Service, Training, Workshops Seminars and Operating Costs</td>
<td>3,700,000</td>
<td>100% for expenses incurred on or before June 30, 2014</td>
</tr>
<tr>
<td>(2) Goods, Consultants’ Services, Training, Workshops Seminars and Operating Costs for Parts 1 and 2</td>
<td>500,000</td>
<td>100% for expenses incurred on or after July 1, 2014</td>
</tr>
<tr>
<td>Cancelled as of June 17, 2014</td>
<td>800,000</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>5,000,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

Except as specifically amended by this Amendment Letter, all other provisions of the Agreement shall remain unchanged and in full force and effect.

The World Bank will disclose this Amendment Letter and related information to this Agreement in accordance with the World Bank’s Policy on Access to Information. By entering into this Amendment Letter, the Recipient consents to disclosure of this Amendment Letter and related information.

Please confirm your acceptance to the foregoing by signing and dating the two originals, retaining one original for your records and returning the other original to the World Bank. Upon receipt by the World Bank of the original Amendment Letter countersigned by you, this Amendment Letter will become effective as of the date of the countersignature.

Very truly yours,

WORLD BANK
acting as administrator of the Multi-Donor Trust Fund
for Strengthening Public Expenditure Management Program

By
Christine E. Kimes
Acting Head of the Bangladesh Country Office
For the Country Director
DATE: July 4, 2014

Title:  ADJURER SECRETARY EN, Ministry of Finance

Name: Md. Ahasan Khan

Authorized Representative

B.准备好

PEOPLE'S REPUBLIC OF BANGLADESH

AGREED:
Attachment 1

SCHEDULE 1

Project Description

The objective of the Project is to modernize the business processes followed by the financial oversight committees of the Parliament of Bangladesh.

The Project consists of the following parts:

Part 1. Sustainability Plan and Roll-out of Management Information System assisted Business Processes in Bangladesh Parliament Secretariat

Implementation of the management information system-assisted business processes through developing the capacity of the Parliament Secretariat staff and enhancing knowledge of members of parliament on the use of management information systems in financial oversight committees’ work, and a system maintenance plan to ensure sustainability.

Part 2. Project management and Coordination

Provision of implementation support to the PMCU of the Parliament Secretariat relating to the governance, planning, coordination, management, oversight, quality assurance and monitoring and evaluation of the Project through the provision of consultants’ services, goods and operational costs.
Bangladesh: Strengthening Public Expenditure Management Program-
Strengthening Parliamentary Oversight Project

Results Framework and Monitoring

| Project Development Objective (PDO): To modernize the business processes followed by the financial oversight committees of the Parliament of Bangladesh |
|---|---|---|---|---|---|---|---|
| PDO Level Results Indicators* | Unit of Measure | Baseline | Cumulative Target Values** | Frequency | Data Source/Methodology | Responsibiltiy for Data Collection | Description/Comment |
| | | | Dec 14 | Jun 15 | Dec 15 | | |
| FOC reports readily available on public website | Number | Nil | 4 | 8 | 12 | Bi-annually | Website | Project Office | Data to be verified by Bank supervision missions |

**Intermediate Result (Component 1): Sustainability Plan and Roll-out of MIS assisted Business Processes in Bangladesh Parliament Secretariat**

| Briefing notes prepared using new MIS | Number | Nil | 15 | 35 | 60 | Bi-monthly | Project Director/Consultant Team Leader | Project Office | Briefing notes are to be prepared for each sitting |
| Record of decisions produced using new MIS | Number | Nil | 15 | 35 | 60 | Bi-annually | Project Director/Consultant Team Leader | Project Office | Record of decisions represent minutes and attendance records for a sitting |
| Inquiry reports generated by the new MIS | Number | Nil | 4 | 8 | 12 | Bi-annually | Project Director/Consultant Team Leader | Project Office | Inquiry reports summarize the results of a number of sittings conducted on a particular topic |