November 12, 2014

Honorable Goodall E. Gondwe
Minister of Finance and Economic Development
Ministry of Finance and Economic Development
P.O. Box 30049
Lilongwe 3, Malawi

Dear Honorable Gondwe:

Malawi: Nutrition and HIV/AIDS Project
(Grant Number H761-MW & Credit Number 5068-MW)
Amendment to the Financing Agreement

We refer to the Financing Agreement (the Agreement) for the above-mentioned Project, dated July 12, 2012, between the Republic of Malawi (the Recipient) and the International Development Association (the Association). We also refer to your letter dated 7th November, 2014, requesting for reallocation of financing proceeds to finance Ebola preparedness related activities.

We are pleased to inform you that the Association concurs with your request and proposes to amend the Agreement as follows:

1. Schedule 1 of the Agreement is amended by adding a new Part 3 as follows:

Part 3: Support for Ebola Preparedness

Carrying out a program of activities to support the implementation of the Ebola Preparedness Plan, such activities to include: (a) supplying Ebola specific health commodities and other needed goods and equipment; and (b) capacity building of health sector and other staff to respond to the Ebola emergency.”

2. The table set forth in Section IV. A. 2 of Schedule 2 to the Agreement is deleted in its entirety and replaced with the table set forth in the Annex to this letter.

3. Section I of the Appendix to the Agreement is amended by:

(a) introducing the following new definitions immediately after paragraph 8:


10. “Ebola Preparedness Plan” means a plan prepared and adopted by the Recipient’s setting out emergency and preparedness activities to be implemented by various entities of the Recipient in response to the Ebola emergency.

(b) renumbering paragraphs “9” - “37” as “11” - “39”.

All other provisions of the Agreement, except as herein amended, shall remain in full force and effect.
Please indicate your agreement with the foregoing amendment by countersigning on the two original copies of this letter and returning one original countersigned copy to us. Upon receipt by the Association of this countersigned copy, this amendment shall become effective as of the date of its countersignature.

Sincerely

INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]

Kundhavi Kadiresan
Country Director for Malawi
Africa Region

CONFIRMED:

REPUBLIC OF MALAWI

By: [Signature]

Name: Goodall Gondwe
Title: Minister of Finance and Economic Development
Annex

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in SDR)</th>
<th>Amount of the Credit Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, non-consulting services and consultants' services for Subprojects under Part 1(a) of the Project to be financed out of the proceeds of the Subgrants</td>
<td>9,200,000</td>
<td>6,100,000</td>
<td>65% of amount payable pursuant to the respective Subgrant Agreement.</td>
</tr>
<tr>
<td>(2) Goods, non-consulting services, consulting services, Training and Operating Costs for Part 1(b) of the Project</td>
<td>2,200,000</td>
<td>1,500,000</td>
<td>65%</td>
</tr>
<tr>
<td>(3) Goods, works, non-consulting services, consulting services, Training and Operating Costs for Subprograms under Part 2 of the Project to be financed out of the proceeds of the Subprogram Grants</td>
<td>14,836,201</td>
<td>12,950,000</td>
<td>Such percentage of expenditure as the association and the Funding Partners may determine in the Annual Work Plan</td>
</tr>
<tr>
<td>(4) Refund of Preparation Advance</td>
<td>250,000</td>
<td>150,000</td>
<td>Amount payable pursuant to Section 2.07 of the General Conditions</td>
</tr>
<tr>
<td>(5) Goods (including vehicles), non-consulting services, consulting services, Training and Operating Costs for Part 3 of the Project</td>
<td>4,513,799</td>
<td>-</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>31,000,000</strong></td>
<td><strong>20,700,000</strong></td>
<td></td>
</tr>
</tbody>
</table>