Honourable Minister Rick Nelson Houenipwela  
Minister of Finance and Treasury  
Ministry of Finance and Treasury  
P.O. Box 26  
Honiara, Solomon Islands

Solomon Islands: PRIF Multi-Donor Trust Fund to prepare the Tina River Hydropower Development Project- Grant No. TF096372 Letter of Amendment

Honourable Minister:

We refer to the Grant Agreement (the “Agreement”) for the preparation of the Tina River Hydropower Development Project (the “Project”) dated March 18, 2010, as amended on December 20, 2011, between the Solomon Islands (the “Recipient”) and the International Bank for Reconstruction and Development and the International Development Association (collectively, the “World Bank”), acting as administrator of grant funds provided under the Pacific Region Infrastructure Facility (“PRIF”) multi-donor trust fund.

We proposed to amend the Agreement to increase the amount of available Grant funds by an additional one million two hundred twenty two thousand United States dollars (US$ 1,222,000) and extend the closing date to June 30, 2014. The increase in Grant funds reflects additional contributions received from PRIF.

1. The first paragraph of the Agreement is amended by revising the aggregate value of the Grant funds not to exceed two million nine hundred fifteen thousand and nine hundred sixty eight United States dollars (US$ 2,915,968) (“Grant”) on the terms and conditions set forth or referred to in said Agreement.

2. The table in paragraph 3.-1 of the Annex to the Agreement is replaced by the table attached below
<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>Goods, Consultants’ Services, and Incremental Operating Costs</td>
<td>2,915,968</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>2,915,968</td>
<td></td>
</tr>
</tbody>
</table>

3. The revised Closing Date, as per Section 3.03 of the Agreement, is June 30, 2014.

Except as specifically indicated in this amendment letter, all terms and conditions of the Grant Agreement, as amended, shall remain in full force and effect.

This Letter of Amendment shall become effective on the date of the Recipient's countersignature.

Sincerely,

[Signature]
Franz R. Drees-Gross
Country Director
Timor-Leste, Papua New Guinea and Pacific Islands
East Asia and Pacific Region

AGREED:
SOLOMON ISLANDS

By
Authorized Representative
Name Hon. Rick N. Houenipwela
Title Minister of Finance & Treasury
Date 26.01.2013