His Excellency
Mr. Ivan Acosta
Minister of Finance and Public Credit
Ministry of Finance and Public Credit
Managua, Nicaragua

Re: NICARAGUA- Grant No. TF013232. Education Sector Strategy Support Project
Amendment No. 1 to the Grant Agreement

Excellency:

Please refer to the Grant Agreement (the Grant Agreement), dated April 20, 2013 between
the Republic of Nicaragua (the Recipient) and the International Development Association (the
Association) acting as administrator of the Global Partnership for Education II Trust Fund for the
above referenced Project. Please note that capitalized terms used in this letter (Amendment Letter)
and not defined herein have the meaning ascribed to them in the Grant Agreement.

The Association has received the letter No. MHCP-DM-E-0882-02-16 dated February 17,
2016, requesting the amendment of the Grant Agreement for the purpose of: (a) extending the
Closing Date from August 31, 2016 to October 31, 2016; and (b) modifying a few of the current
staffing arrangements of the Project.

We are pleased to inform you that pursuant to the letter of request, the Association hereby
agrees to amend the Grant Agreement as follows:

1. Section I.A.2. of Schedule 2 to the Grant Agreement is hereby amended to read as follows:

"Not later than 30 days after the Effective Date, appoint and, thereafter, maintain,
at all times during Project implementation, competent personnel required for
Project implementation, in adequate numbers and with sufficient resources,
including, but not limited to, a procurement coordinator, financial management
coordinator, two procurement specialists, a senior international procurement
advisor, two financial management specialists, six procurement management
specialists, and one social safeguards specialist, all with terms of reference,
qualifications and experience acceptable to the Association, as further detailed in
the Operational Manual."
2. The Closing Date referred to in Section IV.B.2. of Schedule 2 to the Grant Agreement is extended from August 31, 2016 to October 31, 2016.

Except as specifically amended in this Amendment Letter, all other terms and conditions of the Grant Agreement shall remain in full force and effect.

Please confirm your agreement with the foregoing amendment by signing, dating and returning to us the enclosed copy of this Amendment Letter. This Amendment Letter will be executed in two counterparts, each of which shall be an original. The provisions of this Amendment Letter will become effective upon the receipt by the Association of a countersigned original of the Amendment Letter.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By [Signature]
J. Humberto Lopez
Director
Central America
Latin America and the Caribbean Region

AGREED:

REPUBLIC OF NICARAGUA

By: [Signature]
Name: Ivan Acosta Montalvo
Title: Ministro
Date: June 17, 2016