Mr. Bill Costello  
Assistant Director General  
Pacific Bilateral Branch  
AusAID  
255 London Circuit  
Canberra ACT 2601  
AUSTRALIA 

Dear Mr. Costello, 

Re: Administration Agreement for the Australian Trust Fund for Co-financing Kiribati Adaptation Project Phase II (TF070370) (AusAID No. 57781) 

Amendment 3 to Administration Agreement -- Third Contribution 

We refer to the Administration Agreement between the Government of Australia through the Australian Agency for International Development (“AusAID”) and the International Bank for Reconstruction and Development and International Development Association (the Bank) for Co-financing the Kiribati Adaptation Project Implementation Phase II (TF070370), dated December 5, 2005 (the Administration Agreement), as lastly amended by letter dated June 21, 2007 and by letter dated September 10, 2009. 

We acknowledge the intention of AusAID to increase its contribution in the amount of five hundred fifty thousand Australian Dollars (AUD 550,000) for an aggregate contribution of three million four hundred fifty thousand Australian Dollars (AUD 3,450,000). 

We propose to amend the Administration Agreement to reflect: (i) the additional contribution; (ii) a new end disbursement date, and (iii) inclusion of a new component to be financed from the Australia Grant, all as set forth in the Attachment to this letter. 

All the terms and conditions of the Administration 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 two originals of this amendment letter (“Amendment to the Administration Agreement -- Third Contribution”) on behalf of AusAID, dating, and returning to us one fully signed original. This letter of amendment will become effective as of the date of countersignature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

By/s Ferid Belhaj

Ferid Belhaj
Country Director
Timor-Leste, Papua New Guinea
and Pacific Islands
East Asia and Pacific Region

AGreed
AUSTRALIA

By/s/ James Sweeting

Name: James Sweeting
Title: Acting Assistant Director General, Pacific Regional and Thematic Programs
Date: 28/2/11
Amendment 2 to the Administration Agreement dated December 5, 2005, for the Australian Trust Fund for Co-financing the Kiribati Adaptation Project Phase II (Trust Fund No. 070370)

(“Amendment to Administration Agreement – Third Contribution”)

1. Section 1.01 of the Administration Agreement is hereby amended to read as follows:

   Section 1.01. In pursuance of the Co-financing and Trust Funds Framework Agreement between the Government of Australia and the International Bank for Reconstruction and Development (“IBRD”) and the International Development Association (“IDA”) (collectively the “Bank”) dated June 2, 2004, as amended (the “Framework Agreement”), I am pleased to inform you of the intention of the Government of Australia, through the Australia Agency for International Development (the “Donor”) to make available an initial grant (the “Initial Grant”) of two million Australian Dollars (AUD2,000,000), and a subsequent grant (the “Second Grant”) of nine hundred thousand Australian Dollars (AUD900,000) and an additional grant (the “Third Grant”) of five hundred fifty thousand Australian Dollar (AUD550,000) for a total grant of three million four hundred fifty thousand Australian Dollars (AUD3,450,000) to be administered by the Bank for Co-financing Adaptation Project Phase-II (the “Project”) under Trust Fund No. 070370.

2. A new paragraph is hereby added at the end of Section 2.01 of the Administration Agreement, that reads as follows:

   “Following execution of this Amendment 2 to the Administration Agreement – Third Contribution, the Government of Australia, through AusAID, will deposit the entire amount of the Third Grant, i.e., five hundred fifty thousand Australian dollars (AUD550,000), into such bank account as designated by the Bank.

When making such deposit, the AusAID shall:

(a) instruct its bank to include its payment details information (remittance advice) field of its SWIFT payment message, information as to the amount deposited and the date of such deposit, and that the payment is made by the Donor into the Balance Account (TF No. 070370) for the Pacific Region Infrastructure Facility; and

(b) arrange to send a copy of the information in the remittance advice to the Bank’s Trust Funds Division by e-mail addressed to “t_remitadvice@worldbank.org” or by fax to 202-614-1315.”

3. The date in Section 4.01 of the Administration Agreement is hereby replaced with the date “December 31, 2011.”