February 22, 2013

H.E. Aiuba Cuere neia
Minister of Planning and Development
Ministry of Planning and Development
Maputo
Republic of Mozambique

Excellency:

Subject: MOZAMBIQUE – Additional Financing (IDA Credit No. 5100-MZ) for the Mozambique Education Sector Support Project: Reinstatement of the IDA Financing Agreement, Extension of Effectiveness Deadline and Declaration of Effectiveness

We refer to the IDA Financing Agreement (Credit No. 5100-MZ) ("FA") dated August 29, 2012 between the International Development Association (the "Association") and the Republic of Mozambique (the "Recipient") for the above-referenced project ("Project").

As you are aware, the FA requires that certain conditions be met before being declared effective. Here, such condition pertains to the delivery of a legal opinion, in form and substance acceptable to the Association, per Article 8 of the General Conditions (as defined in the FA). Furthermore, the FA shall terminate if it has not been declared effective by the date falling 90 days after its signature ("Effectiveness Deadline") pursuant to Section 4.01 of the FA (and 8.04 of the General Conditions (as defined in the FA)). It appears that on the Effectiveness Deadline of November 27, 2012, the condition remained outstanding. As a result, the FA has terminated. In order to remedy this situation, the parties will need to agree to reinstate the FA and this letter is presented for this purpose.

Accordingly, the Association wishes to effectuate the following:

1. reinstate the FA as of its original date of signature of August 29, 2012;

2. amend Section 4.01 of the FA by deleting it in its entirety and replacing it by the following:

"5.02. The Effectiveness Deadline is February 28, 2013."
3. declare the FA effective as of the date on which this letter is countersigned by the Recipient.

All other provisions of the Agreements, except as amended or otherwise stated herein, shall remain in full force and effect.

Please confirm your acknowledgement and agreement to the above, namely to the reinstatement of the FA, by signing, dating and returning to us the enclosed copy of this letter. Upon receipt thereof, the FA shall be reinstated as of their original date of signature of August 29, 2012 and the amendments as well as the confirmation of the "Effective Date" under this letter will become effective as of the date of its countersignature.

Sincerely yours,

Laurence C. Clarke
Country Director
Angola, Mozambique and San Tome and Principe
Africa Region

ACKNOWLEDGED AND AGREED:

REPUBLIC OF MOZAMBIQUE

By: 

Name: Aiuba Cuereneia
Title: Minister
Date: 26/02/13