H.E. Siniša Mali
Minister
Ministry of Finance
Government of the Republic of Serbia
Kneza Miloša 20, 11000 Belgrade
REPUBLIC OF SERBIA

Dear Mr. Minister,

State-Owned Financial Institutions Strengthening Project (Loan No. 8832-YF)
Amendment to the Loan Agreement

We refer to the Loan Agreement between the Republic of Serbia (the “Borrower”) and the International Bank for Reconstruction and Development (the “Bank”), dated March 21, 2018 (the “Loan Agreement”). We also refer to your letter dated March 31, 2020 requesting certain amendments to the Loan Agreement.

I am pleased to inform you that the Bank concurs with your request, and proposes to amend the Loan Agreement as follows:

1. DLR 3.3 in the table in Schedule 4 to the Loan Agreement is hereby amended to read in its entirety as follows:

   “MoF has adopted an Instruction, acceptable to the Bank, to request MoF’s Financial Sector Department to provide advice to the Borrower’s Minister of Finance on the selection of state-nominated members of the Board of Directors of State-Owned Banks (EUR 2,406,000).”

2. A new DLR 3.4 is hereby added to the table in Schedule 4 to the Loan Agreement, to read in its entirety as follows:

   “The Borrower has received at least EUR 140,000,000 from SOFI’s NPL sales (EUR 6,600,460).”

3. The table in Section III.A of Schedule 2 to the Loan Agreement is hereby amended to read in its entirety as set forth in Annex 1 to this Amendment Letter.

All other provisions of the Loan Agreement, except as expressly amended herein, shall remain unchanged and shall continue to be in full force and effect.
Please confirm your agreement with the foregoing amendments on behalf of the Republic of Serbia, by signing, dating, and returning to us the enclosed copy of this Amendment Letter. Upon receipt by the Bank of a countersigned copy of this Amendment Letter, this Amendment Letter will become effective as of the date of countersignature.

Sincerely,

Linda Van Gelder
Regional Director, Western Balkans
Europe and Central Asia Region

CONFIRMED AND AGREED:

REPUBLIC OF SERBIA

By: Authorized Representative
Name: Mr. Siniša Mali
Title: Finance Minister
### Annex 1

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Loan Allocated (expressed in EUR)</th>
<th>Percentage of Expenditures to be financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) EEPs under Part 1 of the Project</td>
<td>34,570,210</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Goods, non-consulting services, consulting services, Training and Operating Costs for the Project</td>
<td>5,429,540</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Front-end Fee</td>
<td>100,250</td>
<td>Amount payable pursuant to Section 2.03 of this Agreement in accordance with Section 2.07 (b) of the General Conditions</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>40,100,000</strong></td>
<td></td>
</tr>
</tbody>
</table>