April 25, 2017

H.E. Shafiq Ahmad Qarizada
Acting Minister of Finance
Ministry of Finance
Islamic Republic of Afghanistan
Kabul, Afghanistan

Excellency:

Afghanistan Reconstruction Trust Fund Grant No. TF015005
System Enhancement for Health Action in Transition Project
Amendment to Amended and Restated Afghanistan Reconstruction
Trust Fund Grant Agreement

We refer to the Amended and Restated Afghanistan Reconstruction Trust Fund Grant Agreement dated June 13, 2015 between the Islamic Republic of Afghanistan (the “Recipient”) and the International Development Association (the “World Bank”), acting as administrator of the Afghanistan Reconstruction Trust Fund (the “ARTF”) (the “Grant Agreement”), for the above referenced project.

We propose amending the Grant Agreement to increase the available Grant Funds by one hundred and twenty million United States dollars (US$120,000,000). This increase reflects additional contributions received from ARTF’s donors.

Accordingly, the Grant Agreement is hereby amended as follows:

1. A new paragraph (D) is added in the WHEREAS section on the first page as follows:

“(D) the Recipient requested, and the ARTF Management Committee and the World Bank approved on March 28, 2017, a release of a second tranche of the Additional Financing Allocation in an amount equal to one hundred and twenty million United States Dollars ($120,000,000), which the Recipient has requested the World Bank to make available as part of the Second Grant (as hereinafter defined) to assist in the financing of the Project;”

2. Section 3.01 is amended to read as follows:

“3.01. The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement:

(a) a grant in an amount equal to one hundred million United States Dollars ($100,000,000) (“First Grant”); and

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(b) a grant in an amount equivalent to three hundred and twenty million United States Dollars ($320,000,000) ("Second Grant") (the First Grant and the Second Grant are collectively referred to herein as the "the Grant");

in each case, to assist in financing the Project.”

3. The table in Section IV.A.2 of Schedule 2 is amended to read as follows:

<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>(1) Goods, works, non-consulting services, consultants’ services,</td>
<td>55,692,000</td>
<td>100%</td>
</tr>
<tr>
<td>Training and Incremental Operating Costs for the Project (excluding Parts 1(d); (2)(c)(ii) and (iii); and 2(h)(ii) of the Project)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(2) Goods, non-consulting services, consultants’ services and works for Part 2(c)(ii) and (iii) of the Project</td>
<td>-0-</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Goods, non-consulting services, consultants’ services and works for Part 2(h)(ii) of the Project</td>
<td>-0-</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Goods, works, non-consulting services, consultants’ services,</td>
<td>364,308,000</td>
<td>100%</td>
</tr>
<tr>
<td>Training and Incremental Operating Costs for the Project (excluding Part 1(d) of the Project)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>420,000,000</td>
<td></td>
</tr>
</tbody>
</table>

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

Please confirm your agreement to the foregoing on behalf of the Recipient by countersigning and dating the form of confirmation set forth below, and returning one fully countersigned original of this amendment letter to us and retaining one original for your records.
Upon receipt by the World Bank of the countersigned original of this amendment letter, this amendment letter shall become effective as of the date of the countersignature.

Sincerely,

Stephen N. Ndegwa
Acting Country Director for Afghanistan
South Asia Region

AGREED
ISLAMIC REPUBLIC OF AFGHANISTAN

By: Authorized Representative

Name: Mr. Shafiq Ahmad Omarizada
Title: Deputy Minister for Customs
Date: April 25, 2017