H.E. Ms. Emilia Pires  
Minister of Finance  
Ministry of Finance  
GPA Building 5, Dili  
REPUBLIC DEMOCRATIC OF TIMOR-LESTE

Dear Excellency:

RE: Second Amendment to the Agreement regarding a European Commission Grant for the Timor Leste Health Sector Support Program (TF 054512)  
Closing date and grace period

We refer to the Grant Agreement for the Timor-Leste Health Sector Support Program dated October 13, 2005 between Timor Leste (“Recipient”) and International Bank for Reconstruction and Development (“Bank”) as administrator of grant funds provided by the European Commission as amended by letter agreement of February 20, 2006 (Grant Agreement”).

We are pleased to inform you that the Bank hereby agrees to amend the Grant Agreement as follows:

1. In the Annex, the date in sub-paragraph 5.3 (c) (iii) (“Closing Date”) shall read: “October 31, 2010”.

2. In the Annex, sub-paragraph 5.3.(c) (iii), last sentence, the words “four months” are hereby replaced by the words “two months”.

All of the terms and conditions of the Grant Agreement that have not been amended pursuant to this amendment letter shall remain unchanged and in full force and effect.
Please confirm your agreement on behalf of the Recipient to the amendment set out above by signing the form of confirmation set out below, returning one fully executed original of this amendment letter to us at your earliest convenience and retaining one original for your records. This amendment to the Grant Agreement shall become effective upon signature by both parties.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Robert Jauncey

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Robert Jauncey
Acting Country Director
Timor-Leste, Papua New Guinea
and Pacific Islands Operations
East Asia and Pacific Region

TIMOR-LESTE

By/s/ Rui Manuel Hanjam

Name: __________________________________________

Title: Vice Minister of Finance

Date: 3/8/2010