Re: Vietnam HIV/AIDS Prevention Project
Amendment to the DFID Trust Fund Grant Agreement (TF 096672)

Excellency:


We are pleased to inform you that the World Bank concurs with your request and to give effect to such request agrees to amend the Agreement as set follows:

1. Paragraph 1 of the Agreement is amended to read as follows:

   “In response to the request for financial assistance made on behalf of Socialist Republic of Vietnam (“Recipient”), I am pleased to inform you that the International Bank for Reconstruction and Development and the International Development Association (collectively, “World Bank”), acting as administrator of grant funds provided by DFID under the Vietnam: HIV/AIDS Prevention Project (Grant No. TF 096672) proposes to extend to the Recipient a grant in an amount not to exceed twenty three million and thirty one thousand Pound Sterling (GBP 23,031,000) (“Grant”) on the terms and conditions set forth or referred to in this letter agreement (“Agreement”), which includes the attached Annex, to assist in the financing of the project described in the Annex (“Project”). This Grant is funded out of the abovementioned trust fund for which the World Bank receives periodic contributions. In accordance with Section 3.02 of the Standard Conditions (as defined in the Annex to this Agreement), the
Recipient may withdraw the Grant proceeds subject to the availability of such funds.”

2. Section 2.01 of the Annex to the Agreement is amended to read as follows:

"2.01. Project Objective and Description. The objective of the Project is to assist the Recipient in establishing and maintaining national, provincial and local policies and capacity to design, implement and evaluate information and service delivery programs designed to halt the transmission of HIV/AIDS among vulnerable populations (including people leaving with HIV/AIDS, injecting drug users, commercial sex workers and their clients and sexual partners, and men that have sex with men) and between vulnerable populations and the general population, thereby assisting the Recipient in the implementation of its National Strategy on HIV/AIDS Prevention and Control. The purpose of this Grant is to finance Part A, B and C of the project activities described in Schedule 2 of the Development Grant Agreement, as amended from time to time. The project consists of the following parts."

3. The section 2.07 of the Agreement is amended to read as follows:

“2.07. Procurement

(a) General. All goods, works and services required for the Project and to be financed out of the proceeds of the Grant shall be procured in accordance with the requirements set forth or referred to in:


(ii) Sections I and IV of the “Guidelines: Selection and Employment of Consultants under IBRD Loans and IDA Credits & Grants by World Borrowers” published by the World Bank in January 2011 (“Consultant Guidelines”) in the case of consultants’ services; and

(iii) the provisions of this Section, as the same shall be elaborated in the procurement plan prepared and updated from time to time by the Recipient for the Project in accordance with paragraph 1.16 of the Procurement Guidelines and paragraph 1.24 of the Consultant Guidelines (“Procurement Plan”).

(b) Definitions. The capitalized terms used in the following paragraphs of this Section to describe particular procurement methods or methods of review by the World Bank of particular contracts, refer to the corresponding method described in the Procurement Guidelines, or the Consultant Guidelines, as the case may be.
(c) **Particular Methods of Procurement of Goods and Works**

(i) Except as otherwise provided in sub-paragraph (ii) below, goods and works shall be procured under contracts awarded on the basis of International Competitive Bidding.

(ii) The following methods, other than International Competitive Bidding, may be used for procurement of goods and works for those contracts specified in the Procurement Plan: (A) Limited International Bidding; (B) National Competitive Bidding, subject to the additional provisions as provided in Attachment-2 to the Grant Agreement; (C) Shopping; (D) Direct Contracting; and (E) Procurement from UN Agencies.

(d) **Particular Methods of Procurement of Consultants’ Services**

(i) Except as otherwise provided in item (ii) below, consultants’ services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.

(ii) The following methods may be used for the procurement of consultants’ services for those assignments which are specified in the Procurement Plan: (A) Quality-based Selection; (B) Least Cost Selection; (C) Selection based on Consultants’ Qualifications; (D) Single-source Selection; (E) Selection of Individual Consultants; and (F) Sole Source Procedures for the Selection of Individual Consultants.

(e) **Review by the World Bank of Procurement Decisions.** The Procurement Plan shall set forth those contracts which shall be subject to the World Bank’s Prior Review. All other contracts shall be subject to Post Review by the World Bank.

(f) **Procurement Audit:** The Recipient shall (a) carry out annual procurement audits of the Project through an independent entity acceptable to the World Bank, under terms of reference satisfactory to the World Bank, (b) by no later than December 31 of each year, commencing from 2012, provide to the World Bank for its review and comments, the report of such procurement audit and promptly review with the World Bank the recommendations presented in said report.

4. The table under Section 3.01 of the Annex to the Agreement is replaced with the table in Annex 1 to this amendment letter.

5. Section 3.03 of the Annex to the Agreement is amended to read as follows:

"3.03. **Withdrawal Period.** The Closing Date referred to in Section 3.06(c) of the Standard Conditions is December 31, 2013."

6. For purposes of this additional financing, the key performance indicators that will be utilized in the monitoring and evaluation of the activities financed under the Project are updated as
set out in Annex 2 to this amendment letter. These indicators replace the indicators set out in Supplemental Letter No. 2 dated June, 11st 2010.

Except as specifically amended herein, all other provisions of the Agreement remain in full force and effect.

Please confirm your agreement with this amendment by countersigning, dating and returning to us the enclosed copy of this letter. Upon receipt by the World Bank of the countersigned copy of this letter, this amendment shall become effective as of the date of the countersignature.

Sincerely Yours,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT /
INTERNATIONAL DEVELOPMENT ASSOCIATION

By Victoria Kwakwa
Country Director for Vietnam
East Asia and Pacific Region

CONFIRMED:
SOCIALIST REPUBLIC OF VIETNAM

By: __________________________  

Name: LE MINH HUNG  
Title: DEPUTY GOVERNOR OF STATE BANK OF VIETNAM  
Date: JANUARY 30, 2013
## ANNEX 1

### Revised Disbursement Table

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in GBP)</th>
<th>Percentage of Expenditure to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Provincial Sub-Grants under Part A of the Project</td>
<td>12,820,000</td>
<td>100% of Sub-Grant amount disbursed</td>
</tr>
<tr>
<td>(2) Innovation Sub-Grants under Part B.1 (d) of the Project</td>
<td>40,000</td>
<td>100% of Sub-Grant amount disbursed</td>
</tr>
<tr>
<td>(3) Civil works</td>
<td>80,000</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Goods</td>
<td>2,350,000</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Consultants’ services</td>
<td>6,027,000</td>
<td>100%</td>
</tr>
<tr>
<td>(6) Training</td>
<td>1,337,000</td>
<td>100%</td>
</tr>
<tr>
<td>(7) Incremental Operating Costs</td>
<td>377,000</td>
<td>100%</td>
</tr>
<tr>
<td>(8) Unallocated</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>23,031,000</strong></td>
<td></td>
</tr>
</tbody>
</table>
Annex 2

Performance Indicators

- Percent of vulnerable groups in participating provinces reporting safer injection practices (from 20% -70%), as measured by these indicators in the Government of Vietnam's national HIV M&E system:
  - Percentage of injecting drug users who constantly use clean syringes and needles in the last month

- Percent of vulnerable groups in participating provinces reporting condom use in sexual intercourse (from 40% -80%), as measured by these indicators in the Government of Vietnam’s national HIV M&E system:
  - Percentage of female sex workers reporting condom use with their most recent casual clients
  - Percentage of female sex workers reporting condom use with their most recent regular clients

- An increased percentage of vulnerable groups (from an estimated 10% at baseline to 80% by project end) are reached by provincial services, as measured by these indicators in the Government of Vietnam's national HIV M&E system:
  - % of female sex workers receiving condom in the last 6 months
  - % of female sex workers receiving IEC materials in the last 6 months
  - % of female sex workers receiving introduction of STI treatment in the last 6 months
  - % of female sex workers receiving information from peer educators in the last 6 months
  - % of female sex workers receiving HIV testing in the last 6 months
  - % of IDUs receiving clean needles and syringes in the last 6 months
  - % of IDUs receiving IEC materials in the last 6 months
  - % of IDUs receiving information from Peer educators in the last 6 months
  - % of IDUs receiving condom in the last 6 months
  - % of IDUs receiving HIV testing in the last 6 months
  - Number of lubricant sachets distributed to MSM in the last 6 months (480,000 distributed by the end of 2013)

- An increased percentage (for an estimated 10% at baseline to 90% at project end) of provinces prepare high quality provincial plans
• An increased percentage of provinces (from 0 to 90% at project end) establish adequate M&E systems

• An increased percentage of provinces (from an estimated 10% at baseline to 90% at project end) meet targets specified in provincial plans

• Increased number of provinces offering Methadone services (from an estimated 0 at baseline to 6 by project end)

• Increased number of injecting drug users enrolled in Methadone services (from an estimated 0 at baseline to 2000 by project end)