January 13, 2014

His Excellency Sheikh Salem Abdullah Al Jaber Al-Sabah
Ambassador Extraordinary & Plenipotentiary
Embassy of the State of Kuwait
2940 Tilden Street, NW
Washington, DC, 20008

Amendment to the Trust Fund Administration Agreement between the State of Kuwait and the International Bank for Reconstruction and Development and the International Development Association concerning the Palestinian Recovery and Development Plan Multi-Donor Trust Fund ("PRDP-TF")
Trust Fund No. TF071607

Excellency:

We refer to the Administration Agreement dated August 11, 2008 between the State of Kuwait, acting through the Kuwait Fund for Economic Development (the “Donor”) and the International Bank for Reconstruction and Development (IBRD) and the International Development Association (IDA) (collectively, the “Bank”), regarding the PRDP-TF (TF071607), as amended. We also refer to recent discussions between the Bank and the Donor regarding the PRDP-TF Disbursement Deadline extension and modifications to the Standard Provisions.

We are pleased to inform you that the Bank proposes to amend the Administration Agreement as follows:

1. Paragraph 5 of Annex 1 is amended to read as follows:

“5. Administrative Cost Recovery

In order to assist in the defrayment of the costs of administration and other expenses incurred by the Bank under this Agreement, the Bank may, following deposit of the Contribution, deduct and retain for its own account an amount equal to one percent (1%) of the Contribution. In addition, costs for trust fund administration and program management in the additional amount of $2,719,671 will be charged to the Trust Fund in three equal annual installments bringing the cumulative costs for trust fund administration and program management to $5,461,446. If Donors' Contributions substantially increase beyond what was originally expected at the time of countersignature of this Agreement, and the administrative costs increase as a result, the
Donor acknowledges that an additional administrative fee may be applied to such new Contributions.”

2. The Disbursement Deadline in paragraph 10.1 of Annex1 is amended to read “August 1, 2017”.

All other terms of the Administration Agreement shall remain the same.

The Bank shall disclose this Agreement and related information on this Trust Fund in accordance with the World Bank Policy on Access to Information. By entering into this Agreement, the Donor consents to disclosure of this Agreement and related information on this Trust Fund.

This letter shall constitute an Amendment to the Administration Agreement between the Bank and the Donor. Please confirm your acceptance to the foregoing on behalf of the Donor by signing and dating the two originals, retaining one original for your records and returning the other original to the Bank.

The Amendment will only become effective when the Bank has received a reply in writing from each Donor to the PRDP-TF, indicating the Donor’s confirmation of the Amendment. The effective date of the Amendment will be the latest date of countersignature of the Amendment. The Bank will promptly notify the Donors when the Amendment becomes effective.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Stensen
Court Director

AGREED:

STATE OF KUWAIT

By: 

Name: Salem A.J. Al-Sabah
Title: Ambassador
Date: 1/24/2014