Mr. Steven Muncy  
Executive Director  
Community and Family Services International  
Pasay City, Manila  
Republic of the Philippines

Dear Mr. Muncy:

Mindanao Trust Fund Reconstruction and Development Project  
Grant No. TF093781  
Amendment to the Letter Agreement

We refer to the letter agreement ("Agreement") signed on March 9, 2009 on behalf of the International Bank for Reconstruction and Development ("World Bank"), acting as administrator of grant funds provided by various donors under the Multi-donor Trust Fund: Mindanao Reconstruction and Development Program ("Trust Fund") and countersigned on March 17, 2009 on behalf of the Community and Family Services International ("Recipient"). We also refer to your letter dated September 3, 2012 requesting the World Bank to provide additional financing to scale-up the above-mentioned Project to cover additional villages and restructure the Project to facilitate implementation. Accordingly, the World Bank agrees with your requests and proposes to amend the Agreement as set out below.

1. The World Bank proposes to make available to the Recipient an additional financing ("Additional Financing") in the amount of nine hundred and eighty thousand United States Dollars (US$980,000), bringing the aggregate amount of the Grant specified in the first paragraph of the Agreement to two million and three hundred and eighty thousand United States Dollars (US$2,380,000). As a result of such increase in the Grant amount, the table in Section 3.01 of the Annex to the Agreement is amended as attached to this letter of amendment ("Letter of Amendment").

2. In page 2 of the Agreement, the Enclosure listed as item (1) is amended to reflect the updated Standard Conditions applicable to the Project as follows:


3. Section 1.01 of Article I of the Annex to the Agreement is amended to reflect the updated Standard Conditions as follows:

4. The objective of the Grant described in Article II, Section 2.01 is replaced by the following objective:

"2.01. Project Objectives and Description. The objective of the Grant is to improve social and economic recovery in conflict-affected communities of Mindanao through activities which promote confidence-building, peace and demand-driven governance."

5. In Section 3.03 of Article III of the Annex to the Agreement, the Closing Date is extended and such Section is amended to read as follows:

"3.03. The Closing Date referred to in Section 3.06(c) of the Standard Conditions is December 31, 2015.

Except as specifically amended by this Letter of Amendment, all provisions of the Agreement remain unchanged.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By __________________________

Motoo Konishi
Country Director, Philippines
East Asia and Pacific Region

AGREED:

COMMUNITY AND FAMILY SERVICES INTERNATIONAL

By __________________________

Name Steven Muncy

Title Executive Director

Date: 07 December 2012
The table below specifies the Categories of Eligible Expenditures that may be financed out of the Grant ("Category"), the allocation of the Grant to each Category, and the percentage of expenditures for items so to be financed for Eligible Expenditures in each Category:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (Expressed in U. S. Dollar Equivalent)</th>
<th>% of Eligible Expenditures to be Financed</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Block Grants, Goods, Consultants' Services, Training and Workshops, and Incremental Operating Costs</td>
<td>2,324,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Management Fee*</td>
<td>56,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL</td>
<td>2,380,000</td>
<td></td>
</tr>
</tbody>
</table>

* The term "Management Fee" means the fee charged by the Recipient to cover its overhead expenses directly related to the implementation of the Project.