February 8, 2013

H. E. Amadou Kane
Minister of State
Minister of Economy and Finance
Ministry of Economy and Finance
Dakar
Republic of Senegal

Re: State and Peace-Building Fund Grant for the Community Peacebuilding Initiatives in Casamance
SPF Grant TF013598

Excellency:

I am writing on behalf of the International Development Association (the “World Bank”) to indicate the World Bank’s agreement, as administrator of grant funds provided by various donors under the State and Peace-Building Fund, to make a grant, for the benefit of the Republic of Senegal, in an amount not exceeding seven hundred thousand United States Dollars (US$700,000) (the Grant) to the Republic of Senegal (the “Recipient”).

The Grant is made in response to the Recipient’s request for financial assistance and for the purposes and on the terms and conditions set forth in the Annex to this Letter Agreement. The Recipient hereby confirms its request that the World Bank carry out the activities described in paragraph 1 of the Annex to this Letter Agreement, and represents that it is authorized to contract the Grant for the said purposes and on the said terms and conditions.

Please note that it is the World Bank’s policy to make publicly available this Letter Agreement and any information related thereto, after this Letter Agreement has become effective and the Recipient has given its consent to such disclosure. The Recipient, by countersigning this Letter Agreement, confirms its consent to such disclosure.

Please confirm your agreement with the foregoing, on behalf of the Recipient, by signing, dating, and returning to us the enclosed copy of this Letter Agreement.
Upon receipt by the World Bank of the copy of this Letter Agreement countersigned by you, this Letter Agreement will become effective as of the date of the countersignature.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By: Vera Song
Country Director for Africa Region

AGREED:
REPUBLIC OF SENEGAL
By: Amadou Kane
Name: Amadou Kane
Title: Director of Operations
Date: 8 Février 2013
Purposes, Terms and Conditions of the Grant

1. The purposes of the Grant are to develop a set of quantitative and qualitative data collections systems, conflict-related diagnostics and analyses, and instruments for conflict risk assessment and management at the local level. The activities (the “Activities”) for which the Grant is given are as follows:

(a) Monitoring of conflict dynamics, including the development of a knowledge platform to monitor and analyze conflict dynamics by collecting, managing and sharing data.

(b) Promotion of evidence-based diagnostics, actionable guidance and dialogue about peacebuilding at the request of rural communities.

(c) Creation of a conflict-filter to enhance development effectiveness and potentially reduce conflict drivers.

2. The Grant shall be used to finance consultants’ services required for the Activities. The Bank shall not procure goods or work, except for goods required for training and workshops.

3. The World Bank shall carry out the Activities on behalf of the Recipient. The Recipient shall cooperate with the World Bank to the extent necessary to permit the World Bank to carry out the Activities promptly and effectively, and to evaluate the results of the Activities. The Recipient shall indemnify the World Bank against any costs or liabilities incurred by the World Bank as a result of claims against the World Bank in connection with the Activities, except those resulting from the gross negligence or willful misconduct of its staff or external consultants.

4. The World Bank shall carry out the Activities pursuant to this Letter Agreement only to the extent that the Grant funds required for such Activities are available to the World Bank from State and Peace-Building Fund.

5. The Activities shall be completed by not later than March 31, 2014, or such later date as the World Bank may establish by notice to the Recipient (the Closing Date). After the Closing Date, the World Bank may at any time cancel the remaining balance of the Grant.

6. The engagement and supervision of the consultants required to assist in the carrying out of the Activities shall be the responsibility solely of the World Bank and shall be done according to the World Bank’s applicable procedures.

7. The Recipient may at any time request the World Bank in writing to terminate the Activities. Whether or not the Recipient has made such a request, the World Bank may at any time suspend or, after consultation with the Recipient, terminate the right of the Recipient to receive Grant funds for the Activities if any of the following events has occurred and is continuing: (a) the Recipient has failed to perform any of its obligations under this Letter Agreement; or (b) the right of the Recipient, or any other entity to which the International Bank for Reconstruction and Development (the IBRD) has made a loan with the guarantee of the Member Country, to make withdrawals under any loan agreement with the IBRD or any development credit, grant or financing agreement with IDA has been suspended.

8. The Bank is not an agent of, or trustee for, the Recipient and shall not have any fiduciary relationship with the Recipient. The Recipient shall have no right to any portion of the Grant that is not expended by the World Bank pursuant to this Letter Agreement.