Date: 10/17/2013

Mr. Remco Zeeuw  
Minister (Economic)  
Royal Netherlands Embassy  
4200 Linnean Avenue, NW  
Washington, D.C. 20008

Amendment to the Administration Arrangement between the Netherlands Minister for European Affairs and International Cooperation (formerly known as the Netherlands Minister for Development Cooperation) and the International Bank for Reconstruction and Development and the International Development Association concerning the Multi-Donor Trust Fund for the Governance Partnership Facility (TF No. 071118)

Dear Mr. Zeeuw:

1. We refer to the Administration Arrangement between the Netherlands Minister for European Affairs and International Cooperation (formerly known as the Netherlands Minister for Development Cooperation) (the “Donor”) and the International Bank for Reconstruction and Development (IBRD) and the International Development Association (IDA), (collectively, the “Bank”) regarding the Multi-Donor Trust Fund for the Governance Partnership Facility (TF071118) (the “Trust Fund”) effective September 18, 2009, as amended (the “Administration Arrangement”). Capitalized terms used herein and not defined shall have the meaning ascribed to them in the Administration Arrangement.

2. Pursuant to recent discussions between the Bank and the Donor, the Bank proposes to amend the Administration Arrangement as set forth below:

   (a) The fourth sub-paragraph of paragraph 5 of the Administration Arrangement is hereby amended to reflect that the Contribution will be made in five installments instead of four, to read as follows:

   “The Donor shall deposit the third, fourth and fifth installments of the Contribution directly to the Trust Fund into such account designated by the Bank in accordance with the following indicative schedule:”
(b) The sixth sub-paragraph of paragraph 5 of the Administration Arrangement is hereby amended to reflect that the Contribution originally planned for 2013 will now be partly made in 2014, to read as follows:

“For 2013, upon submission of a payment request by the Bank, based on the financial needs of the Trust Fund, one million two hundred thousand United States Dollars (US$1,200,000). For 2014, upon submission of a payment request by the Bank, based on the financial needs of the Trust Fund, one million two hundred thousand United States Dollars (US$1,200,000).”

(c) Paragraph 3.1 of Annex 2 to the Administration Arrangement is hereby amended to read as follows:

“3.1 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 by the Donor, deduct from the total Contribution of the Donor and retain for the Bank’s own account an amount equal to one percent (1%) of the Contribution. Additionally, the Bank shall deduct from the Contribution funds an amount representing the actual costs of administering the Trust Fund and the cost of administering the Project activities, and Secretariat costs, such deduction not to exceed five million three hundred fourteen thousand seven hundred ninety one United States Dollars and fourteen cents (US$5,314,791.14).”

(d) In order to provide sufficient time for all the grants under the Trust Fund to be completed and to achieve their intended results, as well as to allow sufficient time to undertake an independent evaluation of the GPF, paragraph 8.2 of Annex 2 to the Administration Arrangement is hereby amended to read as follows:

“8.2 It is expected that the Contributions will be fully disbursed by the Bank by June 30, 2015. The Bank shall only disburse Contributions for the purpose of this Agreement after such date with the written approval of the Donors.”

3. All other terms of the Administration Arrangement shall remain the same.

4. The Bank shall disclose this Amendment and related information on this Trust Fund in accordance with the World Bank Policy on Access to Information. By entering into this Amendment, the Donor consents to disclosure of this Amendment and related information on this Trust Fund.
5. We propose that this letter shall constitute an amendment to the Administration Arrangement between the Bank and the Donor. Please confirm your acceptance of 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. Upon receipt by the Bank of a copy of all of the respective amendments to the administration agreements/arrangements with the Bank signed by each donor currently contributing to the Trust Fund, this amendment will become effective as of the date that the last of such donors countersigns its respective amendment (the “Effective Date”).

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Jaime Saavedra
Acting Vice President
Poverty Reduction and Economic Management

CONFIRMED AND AGREED:

NETHERLANDS MINISTER FOR EUROPEAN AFFAIRS AND INTERNATIONAL COOPERATION

By: Date: 16/17/2012
Name: MINISTER (ECONOMICS)