Dr. Vagar Masood Khan  
Secretary  
Economic Affairs Division  
Ministry of Economic Affairs and Statistics  
Islamabad, Pakistan

Mr. Rasul Khan Mahsud  
Chief Executive Officer  
National Transmission and Dispatch Company Ltd.  
WAPDA House  
Shahrah-e-Quaid-e-Azam  
Lahore, Pakistan

Re: Pakistan: Electricity Distribution and Transmission Improvement Project  
(Ln. No. 7565-PK, Cr. No. 4463-PK, Cr. No. 4464-PK)  
Amendment to Project Agreement Supplemental Letter (Indicators)

Dear Dr. Khan and Mr. Mahsud:

We refer to the Loan and Financing Agreements, dated July 14, 2008, between the Islamic Republic of Pakistan and the International Bank for Reconstruction and Development (the Bank) and the International Development Association (the Association), respectively, and the Project Agreement of the same date among the Bank, the Association, and the National Transmission and Dispatch Company Ltd. for the above-referenced Project (the latter, the Project Agreement, and, collectively, the Agreements). We also refer to the Economic Affairs Division’s letters, dated April 27 and June 14, 2012, requesting certain amendments to the Agreements.

We are pleased to inform you that, after due consideration, the Bank / Association concurs with the request, and consequently the attachment to the Supplemental Letter (Indicators) concluded further to Section II.A.1 of the Schedule to the Project Agreement (Supplemental Letter (Indicators)) is amended to read as set forth in the Annex to this amendment letter (emphasis added).

Except as specifically amended in this amendment letter, all other provisions of the Supplemental Letter (Indicators) remain in full force and effect.

Please confirm your agreement to the foregoing by signing the form of confirmation set forth below and returning one fully executed original of this amendment letter to us and retaining one original each for your records. This amendment letter shall become effective as of the date of the second countersignature.

Sincerely yours,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT / INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]

Rachid Benmessaeud  
Country Director, Pakistan

June 29, 2012
By: Javed Iqbal

Name: Javed Iqbal

Title: Secretary

Date: 5 October, 2012

AGREED
NATIONAL TRANSMISSION AND DISPATCH COMPANY LTD.

By: Naveed Ismail

Name: Mr. Naveed Ismail

Title: Managing Director NTDC

Date: 07 August, 2012
Annex

National Transmission and Dispatch Company Ltd.

Performance Monitoring Indicators

Based on studies carried out in preparing the Project:

1. Under peak loading conditions, loading on Yousafwala grid station reduced from 98% to 77% and on Vehari grid station from 92% to 74%.

2. Transmission line losses reduced by 9.6 megawatts.