

*Instrument of Withdrawal from the Nepal Public Financial Management Support
Multi-Donor Trust Fund (Trust Fund No. TF071617)*

Donor Reference No. DCI-ASIE/2014/337-636

1. Reference is made to the Administration Agreement between the European Union, represented by the Commission of the European Communities (the "Donor") and the International Development Association (the "Bank" and together with the Donor, the "Parties") concerning the Multi-Donor Trust Fund for the Nepal Public Financial Management Support (Trust Fund No. 071617) (the "Trust Fund's Original Account") effective as of June 6, 2014, as amended (the "Administration Agreement").

2. Reference is also made to the communications between the Bank and the Donor regarding the Donor's desire to withdraw from the Trust Fund's Original Account. Accordingly, the Donor and the Bank agree to the following:

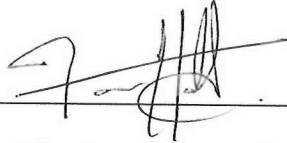
- (a) In accordance with paragraph 9.3 of Annex III of the Administration Agreement, the Donor's pro rata share of any uncommitted balance of the Trust Fund's Original Account is cancelled effective January 31, 2022 ("Cancellation Date"). For clarity, the Donor's pro rata share is a proportion of the Donor's cumulative paid in contributions compared to the total paid in contributions from all donors to the Trust Fund's Original Account (in the holding currency of the Trust Fund's Original Account) as of the Cancellation Date.
- (b) Following the Cancellation Date, the Bank shall notify the Donor of the amount of its pro rata share of any remaining balance of the Trust Fund's Original Account. The Donor hereby instructs the Bank to transfer any such pro rata share to the Donor's Balance Account.
- (c) In the event funds are refunded to the Trust Fund's Original Account after the Cancellation Date as a result of ineligible expenditures, as determined by the Bank in accordance with its policies and procedures, that were incurred prior to the Cancellation Date, the Donor hereby instructs the Bank to transfer the Donor's pro rata share to the Donor's Balance Account.
- (d) Except as provided in paragraphs (a) through (c) above, as of the Cancellation Date the Donor shall have no further rights with respect to the Trust Fund's Original Account, and the Bank shall have no further obligations to the Donor under the Administration Agreement.

3. The Bank shall disclose this Instrument of Withdrawal (the "Instrument") and related information on this Trust Fund in accordance with the World Bank Policy on Access to Information. The Donor hereby consents to the disclosure of this Instrument and related information on this Trust Fund.

4. Each of the Parties represents, by confirming its agreement below, that it is authorized to enter into this Instrument and act in accordance with these terms and conditions. The Parties are requested to sign and date this Instrument, and upon possession

by the Bank of this fully signed Instrument, this Instrument shall become effective as of the date of the last signature.

INTERNATIONAL DEVELOPMENT ASSOCIATION


By:  _____

Name: Faris H. Hadad-Zervos

Title: Country Director for Maldives, Nepal and Sri Lanka

Date: 27/09/2021

**EUROPEAN UNION,
represented by the Commission of the European Communities**

By:  _____

Name: Nona Deprez

Title: Ambassador

Date: 24/09/2021