LRTF GRANT NUMBER C3268-LR

Liberia Reconstruction Trust Fund Grant Agreement

(Second Additional Financing for the Rural Economic Transformation Project)

between

REPUBLIC OF LIBERIA

and

INTERNATIONAL DEVELOPMENT ASSOCIATION acting as Administrator of the Liberia Reconstruction Trust Fund

LRTF GRANT NUMBER C3268-LR

LIBERIA RECONSTRUCTION TRUST FUND GRANT AGREEMENT

AGREEMENT dated as of the Signature Date between REPUBLIC OF LIBERIA ("Recipient") and INTERNATIONAL DEVELOPMENT ASSOCIATION ("Bank"), acting as administrator of the Liberia Reconstruction Trust Fund ("LRTF"). The Recipient and the Bank hereby agree as follows:

Article I Standard Conditions; Definitions

- 1.01. The Standard Conditions (as defined in the Appendix to this Agreement) apply to and form part of this Agreement.
- 1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the Standard Conditions or in the Appendix this Agreement.

Article II The Project

2.01. The Recipient declares its commitment to the objectives of the project described in Schedule 1 to this Agreement ("Project"). To this end, the Recipient shall carry out the Project in accordance with the provisions of Article II of the Standard Conditions and Schedule 2 to this Agreement.

Article III The Grant

- 3.01. The Bank agrees to extend to the Recipient a grant in an amount not to exceed nine million United States Dollars (\$ 9,000,000) ("Grant") to assist in financing the Project.
- 3.02. The Recipient may withdraw the proceeds of the Grant in accordance with Section III of Schedule 2 to this Agreement.

3.03. The Grant is funded out of the abovementioned trust fund for which the Bank receives periodic contributions from the donors to the trust fund. In accordance with Section 3.02 of the Standard Conditions, the Bank's payment obligations in connection with this Agreement are limited to the amount of funds made available to it by the donors under the abovementioned trust fund, and the Recipient's right to withdraw the Grant proceeds is subject to the availability of such funds.

Article IV Effectiveness; Termination

- 4.01. This Agreement shall not become effective until evidence satisfactory to the World Bank has been furnished to the World Bank that the conditions specified below have been satisfied:
 - (a) the execution and delivery of this Agreement on behalf of the Recipient have been duly authorized or ratified by all necessary governmental action;
 - (b) the financing agreement, between the Recipient and IDA, providing a credit in support of the Project ("Financing Agreement"), has been executed and delivered and all conditions precedent to its effectiveness or to the right of the Recipient to make withdrawals under it (other than the effectiveness of this Agreement) have been fulfilled; and
 - (c) the Recipient has carried out a biodiversity field surveys, and prepared, adopted and disclosed the Biodiversity Management Plan in form and substance acceptable to the Bank.
- 4.02. As part of the evidence to be furnished pursuant to Section 5.01 (a), there shall be furnished to the World Bank an opinion or opinions satisfactory to the World Bank of counsel acceptable to the World Bank or, if the World Bank so requests, a certificate satisfactory to the World Bank of a competent official of the Member Country, showing the following matters on behalf of the Recipient, that this Agreement has been duly authorized or ratified by and executed and delivered on its behalf and is legally binding upon it in accordance with its terms.
- 4.03. Except as the Recipient and the World Bank shall otherwise agree, this Agreement shall enter into effect on the date upon which the World Bank dispatches to the Recipient notice of its acceptance of the evidence required pursuant to Section 5.01 ("Effective Date"). If, before the Effective Date, any event has occurred which would have entitled the World Bank to suspend the right of the Recipient to make withdrawals from the Grant Account if this Agreement had been effective, the World Bank may postpone the dispatch of the notice referred to in this Section until such event (or events) has (or have) ceased to exist.

4.04. Termination for Failure to Become Effective. This Agreement and all obligations of the parties under it shall terminate if it has not entered into effect by the date 90 days after the date of this Agreement, unless the World Bank, after consideration of the reasons for the delay, establishes a later date for this Section. The World Bank shall promptly notify the Recipient of such later date.

Article IV Recipient's Representative; Addresses

- 5.01. The Recipient's Representative referred to in Section 7.02 of the Standard Conditions is the minister responsible for finance.
- 5.02. The Recipient's Address referred to in Section 7.01 of the Standard Conditions is:
 - (a) Ministry of Finance and Development Planning
 P.O. Box 10-9016
 Broad Street
 Monrovia
 Republic of Liberia; and
 - (b) the Recipient's Electronic Address is:

E-mail: <u>dtweah@mfdp.gov.lr</u>

- 5.03. For purposes of Section 7.01 of the Standard Conditions:
 - (a) the Bank's address is:

International Development Association 1818 H Street, N.W. Washington, D.C. 20433 United States of America; and

(b) the Bank's Electronic Address is:

Telex: Facsimile:

248423 (MCI) or 1-202-477-6391

64145 (MCI)

AGREED as of the Signature Date.

REPUBLIC OF LIBERIA

By		Seered			
-		Authorized Representative			
	Name:	Hon. Samuel D. Tweah,	Jr.		
		Minister 02-Jan-2024			
	Date:	02-Jan-2024			
INTERNATIONA ASSOCIATION Acting as Admin Fund		MENT beria Reconstruction Trust			
Ву		Flaporte			
-		Authorized Representative			
	Name:	Pierre Laporte			
	Title:	Country Director for	Ghana,	Liberia	and

29-Dec-2023

SCHEDULE 1 Project Description

The objective of the Project is to improve productivity and market access for smallholder farmers and agri-enterprises for selected value chains in Project Participating Counties.

The Project consists of the following parts:

Part A: Improving the Enabling Environment for Agribusiness Development

- 1. Enhancing the capacity of selected public services that are critical for enabling agribusiness, within Ministry of Agriculture (MoA) and the Cooperative Development Agency (CDA) to improving the quality of their agribusiness services, including: (a) enhancing entrepreneurship development in agribusiness and promoting private investments in the sector with specific focus on women and youth entrepreneurship; (b) improving governance and partnerships across the selected value chains, and collaboration among agribusiness development programs/projects; (c) enhancing the resilience of the food system through the dissemination of climate-smart practices; (d) improving the legal, regulatory and operating environment, and agri-food standards, inter alia, operationalization of existing laws, regulations and strategies related to seed, food safety, pesticides, fertilizer, and national rice development; and (e) developing and implementing a training program for MoA and relevant ministries, departments and agencies (MDAs) on impacts of climate change, knowledge, and advisory support for adoption of climate smart agriculture practices and technologies, all through the provision of technical advisory services, training and acquisition of goods.
- 2. Enhancing value chain coordination and public-private dialogue for targeted value-chains, including: (a) conducting a stakeholder mapping exercise as the basis for a Private Public Dialogue (PPD) Mechanism; (b) establishing and operationalizing said PPD Mechanism; (c) strengthening consultations among the value chain stakeholders, through *inter alia*, regular discussion fora; and (d) building the farmer-based organizations (FBOs) involved in targeted value-chains, all through the provision of technical advisory services and training.
- 3. Strengthening the capacities of the Department of Regional Development, Research and Extension (DRDRE) within MoA to carry out its mandate, including: (a) facilitating linkages between extension and research system, information sharing and production of joint periodic bulletin; (b) promoting the use of e-extension services; (c) integrating the delivery of nutritional information into the extension advice package; (d) provision of training to county level facilitators on extension guidelines; (e) developing and adapting climate-smart technologies and practices to enhance resilience at county level; (f) strengthening seed multiplication capacity, in particular, improved and drought-resistant seeds; and

(g) strengthening the specific MDAs' identification and implementation of specific demand-driven knowledge and innovative agriculture research and testing equipment, in particular, the Central Agricultural Research Institute - Soil and Crop Laboratory (CARI), and National Standards Laboratory of Liberia (NSL), and DRDRE.

Part B: Enhancing Competitiveness and Market Access through Productive Alliances

Enabling smallholders and commercially oriented farmers to improve their capacity, operate competitively in the selected value chains, and establish more reliable linkages with buyers, in particular:

- 1. Preparing pre-investment activities, including: (a) promoting the Project and increasing outreach to prospective grant beneficiaries (FBOs and their members, commercial partners, and private financing entities); (b) identifying opportunities for productive alliances among FBOs, agri-enterprises, processors, and commercial partners; (c) identifying potential business opportunities for the productive alliances; (d) preparing business plans and proposals for investment subprojects reflecting the identified opportunities; (e) building the capacity of technical service providers to enhance the quality of the services provided to the productive alliances; and (f) conducting studies to evaluate the potential for investments in the selected value chains that will promote climate change mitigation, climate resilience, and the economic inclusion of marginalized groups.
- 2. Carrying out a program of agriculture investment activities focusing on modernizing individual farm operations, enhancing productivity, reducing losses (*i.e.*, production and post-harvest losses) to meet market demands, empowering women (Subprojects), through the provision of grants (Matching Grants) to eligible Beneficiaries, under the following Matching Grant windows:
 - (a) window A, for FBOs comprising of smallholder farmers, women small holder famers and/or women led-producer organizations, and other productive groups;
 - (b) window B, for commercially oriented farmers who are also service providers and are acting as an anchor company in an alliance; and
 - (c) window C, for all other partners in an alliance that are participating in an individual investment subproject.

Part C: Agri-Marketing and Road Infrastructure Investments

Improving access to markets through the rehabilitation of existing roads, construction of short-span critical cross-drainage structures, and modernization of selected agri-markets, in particular:

- 1. (a) Carrying out the rehabilitation of approximately 40-km segment of the Tappita—Zwedru road, through the provision of technical advisory services to manage a design and build under a modified Output Performance-Based Contract format; and (b) construction of 75km road from Toetown to Zwedru and a 10km spur connecting the southern corridor to the Cote d'Ivoire border.
- 2. Modernizing selected agri-markets in rural areas, including carrying out the construction of: (a) selected open market sheds and small storage and processing facilities; and (b) basic market infrastructure such as internal market pathways, drainage infrastructure, and water and sanitation facilities, as well as selected facilities for specialized handling of agricultural produce.

<u>Part D: Project Coordination and Management and Contigency Emergency Response</u> <u>Component</u>

1. Strengthening the capacity of the Project Implementation Unit for Project management and coordination, including: (a) administrative, technical, and financial management; (b) coordination among all institutional partners to ensure the efficient flow of information and support to all value-chain actors; (c) effective contractual arrangements with FBOs, public sector, and private sector operators; (d) monitoring and evaluation; (e) fiduciary aspects (i.e., procurement and financial management); (f) environmental and social management; and (g) development of communication activities to publicize and disseminate project results, best practices, and success stories.

2. Contingent Emergency Response Component

Providing immediate response to an Eligible Crisis or Emergency, as needed.

Part E: Support to Food Security

1. Support increased food production in order to preserve and strengthen the productive capacity of farming households to enable continued and expanded production of key staple foods, including through: (a) the purchase and distribution of: (i) climate-resilient seeds, fertilizers and pesticides; (ii) access to small-scale mechanization, post-harvest equipment and means of transport; and (iii) the provision of relevant technical assistance for the production chain; and (b) the promotion of improved nutrition, including through the provision of support to: (i) upgrade kitchen and market gardens; (ii) improve production and marketing of

backyard poultry; and (iii) promote nutrition education.

- 2. Support to rural community infrastructure interventions through the provision of cash payments under a labor-intensive cash-for-work (LICW) program, including the development or rehabilitation of a positive list of community infrastructure linked to increased agricultural production and improved livelihoods as outlined in community plans, for the purpose of enabling eligible LICW beneficiaries to access cash for food purchases.
- 3. Strengthen early warning systems and food security crisis preparedness planning through, *inter alia*: (a) the development of food security early warning and response services, including market and climate risk detection mechanisms; (b) the acquisition of decision support tools and methods, including information on climate change vulnerability in the agricultural sector; (c) facilitating interinstitutional coordination for production and dissemination of basic, actionable early crisis warnings; (d) updating and modernizing inventory and warehousing capacities; and (e) supporting the construction and operating costs of eight standard 5,000-ton grain steel storage facilities.

SCHEDULE 2

Project Execution

Section I. Implementation Arrangements

A. Institutional Arrangements

1. Inter-Ministerial National Project Steering Committee

- (a) The Recipient shall maintain, throughout the period of Project implementation, an inter-ministerial national Project steering committee with a mandate, composition and resources, satisfactory to the Bank.
- (b) Without limitation upon the provisions of paragraph 1(a) immediately above, the Inter-Ministerial National Project Steering Committee (I-MNPSC) shall be responsible for, *inter alia*: (a) reviewing the overall progress of the Project; (b) providing strategic and policy direction on all Project activities; and (c) facilitating the coordination of Project activities.

2. **Project Implementation Unit**

- (a) The Recipient shall maintain, throughout the period of implementation of the Project, the Project implementation Unit (PIU), with functions and resources, satisfactory to the Bank.
- (b) The Recipient shall maintain at all times during the Project implementation the following staff: (i) a procurement specialist; (ii) a monitoring and evaluation specialist; (iii) an infrastructure specialist; and (iv) an administrative support specialist, all with experience, qualifications, and terms of reference, satisfactory to the Bank.
- (c) Without limitation upon the provisions of sub-paragraph 1(a) above, the PIU shall be responsible for the day-to-day management, implementation and coordination of Project activities.

B. Project Operations Manual; Matching Grants Manual

1. The Recipient shall carry out the Project in accordance with the provisions of manuals satisfactory to the Bank (the "Project Operations Manual", and "Matching Grants Manual" or "LACF Manual").

- 2. The Project Operations Manual shall include the following provisions: (a) disbursement and financial management arrangements; (b) institutional administration, coordination, and day-to-day execution of activities of the Project; (c) monitoring, evaluation, reporting and communication; (d) fiduciary aspects (i.e., procurement and financial management); (e) Project impact and implementation indicators, including the procedures for monitoring and evaluation of the Project; (f) arrangements for management and monitoring of environmental and social management aspects; (g) the modalities for handling personal data (i.e., updating personal data collection and processing) in accordance with good international practice; (h) eligibility criteria and modalities for the provision of cash payments to eligible LICW beneficiaries; (i) mechanisms for the Recipient to ensure that any investments on new or rehabilitation/upgrade of existing irrigation systems that involve the use or potential pollution of international waterways will be excluded from the Subproject; and (j) such other administrative, financial, technical and organizational arrangements and procedures as shall be required for the Project.
- 3. The Matching Grants Manual or LACF Manual for Part B.2 of the Project shall include the following provisions: (a) arrangements and procedures for management, supervision, monitoring, evaluation and reporting of the respective Subprojects; (b) disbursement and funds flow arrangements for Matching Grants; (c) procedures for procurement and financial management setting forth, *inter alia*, the procurement and financial management responsibilities of the respective Beneficiaries; (d) guidelines for the carrying out of the respective Subprojects, including, the eligibility criteria for determining the Beneficiaries, and detailed procedures for the selection, approval and implementation of respective Subprojects; and (e) a sample format of a Matching Grant Agreement.
- 4. In case of any conflict between the arrangements and procedures set out in either the Project Operations Manual, or the Matching Grants Manual, and the provisions of this Agreement, the provisions of this Agreement shall prevail and, except as the Bank shall otherwise agree, the Recipient shall not amend, abrogate or waive any provision thereof without the prior written agreement of the Bank.

C. Sub-projects under Part B.2 of the Project

1. General

- (a) The Recipient shall throughout the Project implementation period maintain the Liberia Agriculture Commercialization Fund (LACF), in form and substance satisfactory to the Bank, for the purpose of Part B.2 of the Project.
- (b) The Recipient shall throughout the Project implementation period, retain the services of a fund manager (Fund Manager) within the LACF, for the

purpose of management of the Matching Grants, and direct oversight in the implementation of the Subprojects.

(c) Without limitation upon the provisions of subparagraphs (a) and (b) above, the Recipient shall through the LACF and the Fund Manager, appraise, approve and monitor the respective Subprojects and administer the Matching Grants under the three windows, in accordance with the provisions and procedures set forth or referred to in this Part C and in more detail in the Matching Grant Manual.

2. Eligibility Criteria for Subprojects

Prior to financing of any Subproject, said Subproject shall be reviewed and approved by the Fund Manager, on the basis of an appraisal conducted by the LACF in accordance with this sub-paragraph and the guidelines set forth in the Matching Grants Manual, which shall include, *inter alia*, the following:

- (a) the proposed Subproject shall fall within the areas described under Part B.2 of the Project, and shall exclude any activities and expenditures specified as ineligible in the Matching Grants Manual;
- (b) the proposed Subproject shall be initiated by a Beneficiary which has the capacity to enter into a binding contract under the laws of the Recipient, and which has met the other eligibility criteria specified or referred to in the Matching Grants Manual, including the Beneficiary's agreement and ability to provide a minimum contribution in cash or in kind as specified in the Project Operations Manual;
- (c) the Matching Grants under window A shall be initiated only by a Beneficiary within the focus group, specifically smallholder farmers, women smallholder farmers and/or women led-producer organizations, and other productive groups;
- (d) the Beneficiary has adequate technical, financial management and procurement capacity to implement the proposed Subproject in compliance with the guidelines set forth in the Matching Grants Manual;
- (e) the Beneficiary shall be eligible to receive a subsequent Matching Grant if it has completed the preceding Subproject to the satisfaction of the Fund Manager, in accordance with the terms of the Matching Grant Agreement; and
- (f) any investments on new or rehabilitation/upgrade of existing irrigation systems that involve the use or potential pollution of international waterways shall be excluded from the Subproject.

3. Terms and Conditions of Matching Grants

A Subproject shall be carried out pursuant to a Matching Grant Agreement, to be concluded between the Fund Manager, on behalf of the Recipient, and the respective Beneficiary, prior to commencement of any activity under such Subproject, all under terms and conditions described or referred to in more detail in the Matching Grants Manual and satisfactory to the Bank, which, shall include the following:

- (a) the description of the activities to be implemented, including the outputs and performance targets to be achieved, and the arrangements for monitoring, evaluating and reporting on the implementation of the Subproject;
- (b) the obligation of the respective Beneficiary to contribute, in cash or in-kind a minimum percentage of the projected Subproject cost as specified in the Matching Grants Manual;
- (c) the modalities of transfer of funds by the Fund Manager to the respective Beneficiary for the financing of the Subproject;
- (d) the obligation of the respective Beneficiary to: (i) carry out the Subproject with due diligence and efficiency and in accordance with sound technical, agricultural, environmental, social, financial, and managerial practices, and in accordance with the provisions of the Anti-corruption Guidelines and the pertinent provisions of this Agreement; and (ii) maintain adequate records to reflect, in accordance with sound accounting practices, the operations, resources and expenditures relating to the Subproject;
- (e) the right of the Recipient, to: (i) inspect by itself, or jointly with the Bank, if the Bank shall so request, the goods, included in the Subproject, the operations thereof and any relevant records and documents; (ii) obtain all information as the Recipient, or the Bank, shall reasonably request regarding the administration, operation and financial conditions of the respective Subproject; and (iii) suspend or terminate the right of the pertinent Beneficiary to use the proceeds of the Matching Grant upon failure by said Beneficiary to perform any of its obligations under the Matching Grant Agreement; and
- (f) the obligation of the Fund Manager, on behalf of the Recipient, to ensure that the Subproject is carried out in accordance with the Anti-Corruption Guidelines.

D. Labor-Intensive Cash-for-Work (LICW) Program

- 1. In order to ensure the proper implementation of Part E of the Project, the Recipient, shall select eligible LICW beneficiaries and implement the LICW program in accordance with the POM.
- 2. The Recipient shall determine and select eligible LICW beneficiaries in accordance with eligibility criteria and selection processes acceptable to the Bank, as elaborated in the POM.
- 3. The Recipient shall enter into a payment agreement in form and substance satisfactory to the Bank, with one or more Payment Agents selected on the basis of terms of reference, qualifications and experience satisfactory to the Bank, for making LICW cash payments to eligible LICW beneficiaries in accordance with criteria and procedures set forth in the POM ("Payment Agreement").

E. Annual Work Plan and Budget

- 1. Not later than October 30 in each calendar year, the Recipient shall prepare and furnish to the Bank a draft annual work plan and budget for the Project for the subsequent calendar year of Project implementation, of such scope and detail as the Bank shall have reasonably requested.
- 2. The Recipient shall afford the Bank a reasonable opportunity to review such draft annual work plan and budget, and thereafter shall carry out such annual work plan and budget during such subsequent calendar year as shall have been approved by the Bank ("Annual Work Plan and Budget"). Only those activities that are included in an Annual Work Plan and Budget shall be eligible for financing out of the proceeds of the Financing.
- 3. Annual Work Plans and Budgets may be revised as needed during Project implementation subject to the Bank's prior written approval.

F. Environmental and Social Standards.

- 1. The Recipient shall ensure that the Project is carried out in accordance with the Environmental and Social Standards, in a manner acceptable to the Bank.
- 2. Without limitation upon paragraph 1 above, the Recipient shall ensure that the Project is implemented in accordance with the Environmental and Social Commitment Plan ("ESCP"), in a manner acceptable to the Bank. To this end, the Recipient shall ensure that:
 - (a) the measures and actions specified in the ESCP are implemented with due diligence and efficiency, as provided in the ESCP;

- (b) sufficient funds are available to cover the costs of implementing the ESCP;
- (c) policies and procedures are maintained, and qualified and experienced staff in adequate numbers are retained to implement the ESCP, as provided in the ESCP; and
- (d) the ESCP, or any provision thereof, is not amended, repealed, suspended or waived, except as the Bank shall otherwise agree in writing, as specified in the ESCP, and ensure that the revised ESCP is disclosed promptly thereafter.
- 3. In case of any inconsistencies between the ESCP and the provisions of this Agreement, the provisions of this Agreement shall prevail.
- 4. The Recipient shall ensure that:
 - (a) all measures necessary are taken to collect, compile, and furnish to the Bank through regular reports, with the frequency specified in the ESCP, and promptly in a separate report or reports, if so requested by the Bank, information on the status of compliance with the ESCP and the environmental and social instruments referred to therein, all such reports in form and substance acceptable to the Bank, setting out, *inter alia*: (i) the status of implementation of the ESCP; (ii) conditions, if any, which interfere or threaten to interfere with the implementation of the ESCP; and (iii) corrective and preventive measures taken or required to be taken to address such conditions; and
 - (b) the Bank is promptly notified of any incident or accident related to or having an impact on the Project which has, or is likely to have, a significant adverse effect on the environment, the affected communities, the public or workers, in accordance with the ESCP, the environmental and social instruments referenced therein and the Environmental and Social Standards.
- 5. The Recipient shall establish, publicize, maintain and operate an accessible grievance mechanism, to receive and facilitate resolution of concerns and grievances of Project-affected people, and take all measures necessary and appropriate to resolve, or facilitate the resolution of, such concerns and grievances, in a manner acceptable to the Bank.
- 6. The Recipient shall ensure that all bidding documents and contracts for civil works under the Project include the obligation of contractors, subcontractors and supervising entities to: (a) comply with the relevant aspects of ESCP and the environmental and social instruments referred to therein; and (b) adopt and enforce codes of conduct that should be provided to and signed by all workers, detailing

measures to address environmental, social, health and safety risks, and the risks of sexual exploitation and abuse, sexual harassment and violence against children, all as applicable to such civil works commissioned or carried out pursuant to said contracts.

G. Contingent Emergency Response Component

- 1. In order to ensure the proper implementation of Part D.2 of the Project ("Contingent Emergency Response") ("CERC Part"), the Recipient shall ensure that:
 - (a) a manual ("CERC Manual") is prepared and adopted in form and substance acceptable to the Bank, which shall set forth detailed implementation arrangements for the CERC Part, including: (i) any structures or institutional arrangements for coordinating and implementing the CERC Part; (ii) specific activities which may be included in the CERC Eligible Expenditures required therefor ("Emergency Expenditures"), and any procedures for such inclusion; (iii) financial management arrangements for the CERC Part; (iv) procurement methods and procedures for the CERC Part; (v) documentation required for withdrawals of Financing amounts to finance Emergency Expenditures; (vi) a description of the environmental and social assessment and management arrangements for the CERC Part; and (vii) a template for Emergency Action Plan;
 - (b) the Emergency Action Plan is prepared and adopted in form and substance acceptable to the Bank;
 - (c) the Emergency Response Part is carried out in accordance with the CERC Manual and the Emergency Action Plan; provided, however, that in the event of any inconsistency between the provisions of the CERC Manual or the Emergency Action Plan and this Agreement, the provisions of this Agreement shall prevail; and
 - (d) neither the CERC Manual or the Emergency Action Plan is amended, suspended, abrogated, repealed or waived without the prior written approval by the Bank.
- 2. The Recipient shall ensure that the structures and arrangements referred to in the CERC Manual are maintained throughout the implementation of the Contingent Emergency Response Part, with adequate staff and resources satisfactory to the Bank.

- 3. The Recipient shall ensure that:
 - (a) the environmental and social instruments required for the CERC Part are prepared, disclosed and adopted in accordance with the CERC Manual and the ESCP, and in form and substance acceptable to the Bank; and
 - (b) the CERC Part is carried out in accordance with the environmental and social instruments in a manner acceptable to the Bank.
- 4. Activities under the Contingency Emergency Response Part shall be undertaken only after an Eligible Crisis or Emergency has occurred.

Section II. Project Monitoring, Reporting and Evaluation

A. Documents: Records

In addition, and without limitation to the obligations set forth in Section 2.05 of the Standard Conditions, the Recipient shall ensure that:

- (a) all records evidencing expenditures under the Project are retained for seven years and six months after the Closing Date, such records to include:
 (i) this Agreement, all addenda thereof, and any amendments thereto;
 (ii) the Recipient's financial and narrative progress reports submitted to the Bank; (iii) the Recipient's financial information related to the Grant, including audit reports, invoices and payroll records; (iv) the Recipient's implementation documentation (including sub-agreements, procurement files, contracts, purchase orders); and (v) the corresponding supporting evidence referred to in Section 3.04 of the Standard Conditions; and
- (b) the representatives of the Bank are: (i) able to examine all records referred to above in paragraph (a); (ii) provided all such information concerning such records as they may from time to time reasonably request; and (iii) able to disclose such records and information to the Donors.

B. Project Reports

The Recipient shall ensure that each Project Report is furnished to the Bank not later than 45 days after the end of each calendar semester, covering the calendar semester.

Section III. Withdrawal of Grant Proceeds

A. General

1. The Recipient may withdraw the proceeds of the Grant in accordance with the provisions of: (a) Article III of the Standard Conditions; and (b) this Section; to finance Eligible Expenditures in the amount allocated and, if applicable, up to the percentage set forth against each Category of the following table

Category	Amount of the Financing Allocated (expressed in USD)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(1) Goods, works, Training and Operating Costs for Part C.1 (b) of the Project	9,000,000	Such percentage as may be determined by the Financiers and communicated to the Recipient based on the Annual Work Plan and Budget
TOTAL AMOUNT	9,000,000	

B. Withdrawal Conditions; Withdrawal Period

- 1. Notwithstanding the provisions of Part A of this Section no withdrawal shall be made for payments made prior to the Signature Date.
- 2. The Closing Date is June 30, 2024

Section IV. Other Undertakings

A. The Recipient shall, within ninety (90) days of adopting the Biodiversity Management Plan, update the ESIA and ESMP with additional studies, in form and substance acceptable to the Bank.

APPENDIX

Section I. Definitions

- 1. "Annual Work Plan and Budget" means the annual work plan to be prepared by the Recipient during each calendar year, including a program of activities and budget proposed for inclusion in the Project during the following fiscal year, as described in Section I.E of Schedule 2 to this Agreement.
- 2. "Anti-Corruption Guidelines" means, for purposes of paragraph 2 of the Appendix to the Standard Conditions, the "Guidelines on Preventing and Combating Fraud and Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants", dated October 15, 2006, and revised in January 2011, and as of July 1, 2016.
- 3. "Beneficiary" means smallholder women's group, a farmer-based organization, agribusiness, out-grower, small-medium enterprise, or a public sector, or private sector agency, established and operating under the laws of the Recipient, which has met the eligibility criteria specified in the Matching Grants Manual and, as a result, has been extended, or is to be extended, a Matching Grant to implement a Subproject.
- 4. "Category" means a category set forth in the table in Section III.A of Schedule 2 to this Agreement.
- 5. "Contingent Emergency Response Component Operations Manual" and "CERC Operations Manual" each means the operations manual referred to in Section I.G of Schedule 2 to this Agreement, to be adopted by the Recipient for the CERC Part of the Project in accordance with the provisions of said Section."
- 6. "CERC Part" means the contingent emergency response component under Part D.2 of the Project.
- 7. "Eligible Crisis or Emergency" means an event that has caused, or is likely to imminently cause, a major adverse economic and/or social impact to the Recipient, associated with a natural or man-made crisis or disaster.
- 8. "Emergency Action Plan" means the plan referred to in Section I.G of Schedule 2 to this Agreement, detailing the activities, budget, implementation plan, and monitoring and evaluation arrangements, to respond to the Eligible Crisis or Emergency.
- 9. "Emergency Expenditure" means any of the Eligible Expenditures set forth in the CERC Operations Manual in accordance with the provisions of Section I.G of Schedule 2 to this Agreement and required for the activities included in the CERC Part of the Project.

- 10. "Environmental and Social Commitment Plan" or "ESCP" means the environmental and social commitment plan for the Project, of November 9, 2023, as the same may be amended from time to time in accordance with the provisions thereof, which sets out the material measures and actions that the Recipient shall carry out or cause to be carried out to address the potential environmental and social risks and impacts of the Project, including the timeframes of the actions and measures, institutional, staffing, training, monitoring and reporting arrangements, and any environmental and social instruments to be prepared thereunder.
- "Environmental and Social Standards" or "ESSs" means, collectively: 11. (i) "Environmental and Social Standard 1: Assessment and Management of Environmental and Social Risks and Impacts"; (ii) "Environmental and Social Standard 2: Labor and Working Conditions"; (iii) "Environmental and Social Standard 3: Resource Efficiency and Pollution Prevention and Management"; (iv) "Environmental and Social Standard 4: Community Health and Safety"; (v) "Environmental and Social Standard 5: Land Acquisition, Restrictions on Land Use and Involuntary Resettlement"; (vi) "Environmental and Social Standard 6: Biodiversity Conservation and Sustainable Management of Living Natural Resources"; (vii) "Environmental and Social Standard 7: Indigenous Peoples/Sub-Saharan African Historically Underserved Traditional Local Communities"; "Environmental and Social Standard 8: Cultural (ix) "Environmental and Social Standard 9: Financial Intermediaries"; (x) "Environmental and Social Standard 10: Stakeholder Engagement and Information Disclosure"; effective on October 1, 2018, as published by the Bank.
- 12. "FBO" means a farmer-based organization established and operating pursuant to the laws of the of the Recipient, and "FBOs" means all such farmer-based organizations.
- 13. "Food Insecurity Crisis" means an event or events driven by natural disasters, economic shocks, and/or public health threats, which pose a significant threat of becoming a large-scale food security crisis within a country or across countries, in accordance with criteria acceptable to the Bank.
- 14. "Inter-Ministerial National Project Steering Committee" or "I-MNPSC" means the steering committee referenced in Section I.A.1. of Schedule 2 to this Agreement.
- 15. "Liberia Agriculture Commercialization Fund" or "LACF" means an approach adopted by the Recipient under the IDA-financed Smallholder Agriculture Transformation and Agribusiness Revitalization Project (Credit No. 6360-LR) as a funding mechanism for enhancing productivity and productiveness, through the provision of Matching Grants.
- 16. "LICW" means labor-intensive cash-for-work.

- 17. "Matching Grant Agreement" means an agreement entered into, or to be entered into, between the Fund Manager on behalf of the Recipient, and a Beneficiary, for the purpose of extending a Matching Grant to such Beneficiary on the terms and conditions, satisfactory to the Bank.
- 18. "Matching Grant" means a grant made or proposed to be made out of the proceeds of the Financing by the Recipient, to a Beneficiary for the purpose of financing a Subproject in accordance with the provisions of Section I.C of Schedule 2 to this Agreement.
- 19. "Matching Grants Manual" or "LACF Operations Manual" means the Recipient's manual referred to in Section I.B of Schedule 2 to this Agreement, as such manual may be amended from time to time with the agreement of the Bank.
- 20. "MDAs" means the Recipient's government ministries, departments and agencies.
- 21. "Ministry of Agriculture" or "MoA" means the Recipient's Ministry responsible for agriculture, and any successor thereto.
- 22. "Operating Costs" means recurrent costs of the Project, based on Annual Work Plans approved by the Bank, such term including: (i) operation and maintenance of vehicles, repairs, rental, fuel and spare parts; (ii) computer maintenance, including hardware and software, printers and photocopiers; (iii) communication costs and shipment costs (whenever these costs are not included in the cost of goods); (iv) small office supplies; (v) rent and maintenance for office facilities; (vi) utilities and insurances; (vii) bank charges; and (viii) travel, accommodation and per diem costs for technical staff carrying out training, preparatory, supervisory and quality control activities.
- 23. "Participating Counties" means the following counties of the Recipient: Bong, Sinoe, Grand Kuru, Grand Bassa, Bomi, Grand Cape Mount, Grand Gedeh, Margibi, Maryland, Montserrado, Nimba, Lofa, River Cess, River Gee, and Gbarpolu.
- 24. "Payment Agents" means competitively selected financial institutions, satisfactory to the Bank, including, *inter alia*, banks, microfinance institutions and mobile phone companies, said financial institutions and companies duly established and operating under the Recipient's laws and regulations, for the purpose of making cash payments to LICW beneficiaries under the LICW program.
- 25. "Payment Agreement" means an agreement to be entered into between the Recipient and a Payment Agent in accordance with the provisions of Section I.D.3 of Schedule 2 to this Agreement.

- 26. "Preparedness Plan" means the plan referred to in Section I.G of Schedule 2 to this Agreement, setting out the operational procedures to respond to and contain a Food Insecurity Crisis.
- 27. "Procurement Regulations" means, for purposes of paragraph 85 of the Appendix to the General Conditions, the "World Bank Procurement Regulations for IPF Borrowers", dated September 2023.
- 28. "Project Implementing Unit" or "PIU" means the unit referred to Section I.A.2 of Schedule 2 to this Agreement.
- 29. "Project Operations Manual" means the manual, satisfactory to the Bank, and referred to in Section 4.01 of this Agreement, and Section I.B.1 of Schedule 2 to this Agreement, as said manual may be amended from time to time with the prior written agreement of the Bank, and such term includes any annexes or schedules to such manual.
- 30. "Signature Date" means the later of the two dates on which the Recipient and the Bank signed this Agreement and such definition applies to all references to "the date of the Financing Agreement" in the General Conditions.
- 31. "Subproject" means a program or set of activities carried out or to be carried out by a Beneficiary under Part B.2 of the Project and financed or proposed to be financed out of the proceeds of the Financing through a Matching Grant.
- 32. "Training" means the costs of training under the Project, based on the Annual Work Plan and Budget approved by the Bank, and attributable to seminars, workshops, and study tours, along with travel and subsistence allowances for training participants, services of trainers, rental of training facilities, preparation and reproduction of training materials, and other activities.
- 33. "Signature Date" means the later of the two dates on which the Recipient and the Bank signed this Agreement and such definition applies to all references to "the date of the Grant Agreement" in the Standard Conditions.
- 34. "Standard Conditions" means the "International Bank for Reconstruction and Development and International Development Association Standard Conditions for Grant Financing Made by the Bank out of Trust Funds", dated February 25, 2019.