

Amendment No. 4 to the Administration Agreement between the European Commission and the International Bank for Reconstruction and Development and the International Development Association, regarding the Central America and Caribbean Catastrophe Risk Insurance Program Multi-Donor Trust Fund (No. TF072659 (parallel to original Trust Fund No. TF072264))

1. Reference is made to the Administration Agreement between the European Commission (the “Donor”) and the International Bank for Reconstruction and Development and the International Development Association (collectively, the “Bank”, and together with the Donor, the “Parties” and each a “Party”), regarding the Central America and Caribbean Catastrophe Risk Insurance Program Multi-Donor Trust Fund (No. TF072659 (parallel to original Trust Fund No. TF072264)) (the “Trust Fund”) effective as of September 30, 2016, as amended (the “Administration Agreement”).

2. The Parties agree to amend the Administration Agreement as follows:

- (a) The following definition is added in alphabetical order under Section 1 of Annex 1 to the Administration Arrangement, and subsequent definitions are renumbered accordingly:

““Capitalization Funds” means the funds to be provided to the CCRIF SPC to support its capitalization in accordance with Part 1(e) and Part 2(e) of the Recipient-executed activities in Paragraph 3.2 of Annex 1.”

- (b) Paragraph 3.2 of Annex 1 shall be deleted and replaced with the following:

“3.2 Recipient-executed activities, for which one or more Recipients (as defined in Annex 2) have implementation responsibility:

Part 1: Finance Parametric Insurance associated with Risks Related to Geophysical Events for COSEFIN Participating Countries

- (a) Payment of the Entrance Fee to CCRIF required for any country within COSEFIN to become a COSEFIN Participating Country.
- (b) Payment of Reinsurance *Premia* and Swap *Premia* to cover part of the risk associated with Geophysical Events of COSEFIN Participating Countries insured by CCRIF.
- (c) Payment of Insurance Payouts to COSEFIN Participating Countries in the event an earthquake or other Geophysical Events occur, and such occurrence constitutes an Insured Event.
- (d) Provision of technical assistance for the development, modification and/or implementation by CCRIF of insurance products associated with risks related to Geophysical Events and associated sub-hazards, to be provided to COSEFIN Participating Countries.
- (e) Provision of Capitalization Funds to CCRIF SPC to: (i) earn income on the Capitalization Funds to finance its operations; (ii) make Insurance Payouts rapidly and be partially reimbursed by the reinsurers; and (iii) retain and manage a portion of the risks.

Part 2: Finance Parametric Climate Risk Insurance for COSEFIN Participating Countries

- (a) Payment of the Entrance Fee to CCRIF required for any country within COSEFIN to become a COSEFIN Participating Country.
- (b) Payment of Reinsurance *Premia* and/or Swap *Premia* to cover part of the risk related to climate-related events of COSEFIN Participating Countries insured by CCRIF.
- (c) Payment of Insurance Payouts to COSEFIN Participating Countries in the event a tropical cyclone, excess rainfall or other climate-related events occur, and the occurrence of such climate event constitutes an Insured Event.
- (d) Provision of technical assistance for the development, modification and/or implementation by CCRIF of an excess rainfall and/or other climate related insurance products to be provided to COSEFIN Participating Countries.
- (e) Provision of Capitalization Funds to CCRIF SPC to: (i) earn income on the Capitalization Funds to finance its operations; (ii) make Insurance Payouts rapidly and be partially reimbursed by the reinsurers; and (iii) retain and manage a portion of the risks.

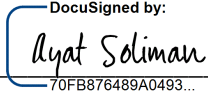
Part 3: Finance Parametric Climate Risk Insurance for CARICOM Participating Countries

- (a) Payment of the Entrance Fee to CCRIF required for any new country within CARICOM to become a CARICOM Participating Country.
- (b) Payment of Reinsurance *Premia* and/or Swap *Premia* to cover part of the risk related to climate-related events of CARICOM Participating Countries insured by CCRIF.
- (c) Payment of Insurance Payouts to CARICOM Participating Countries in the event excess rainfall or other climate related events occur, and such occurrence constitutes an Insured Event.
- (d) Provision of technical assistance for the development, modification and/or implementation by CCRIF of an excess rainfall and/or other climate related insurance products to be provided to CARICOM Participating Countries.”

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

4. Each of the Parties represents, by confirming its agreement below, that it is authorized to enter into this Amendment and act in accordance with these terms and conditions. The Parties are requested to sign and date this Amendment, and upon possession by the Bank of this fully signed Amendment and respective amendments signed by all other donors to the Trust Fund, this Amendment shall become effective as of the date of the last signature.

**INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION**

By:  _____
Name: _____
Title: _____
Date: _____

EUROPEAN COMMISSION

By: _____
Name: Matteo Banti
Title: Head of Cooperation