

Gayle MartinActing Country Director for Bangladesh

29-Apr-2024

Secretary Md. Shahriar Kader Siddiky Economic Relations Division Ministry of Finance Block 8, Room 3 Sher-e-Bangla Nagar Agargaon, Dhaka

Dear Secretary Siddiky:

Bangladesh: Bangladesh Rural Water, Sanitation and Hygiene for Human Capital Development Project (Credit No. 6777-BD)

Amendments to the Financing Agreement

We refer to the Financing Agreement between the People's Republic of Bangladesh ("Recipient") and the International Development Association ("Association"), dated February 09, 2021 ("Financing Agreement"), for the above-mentioned Project ("Project"). We also refer to your letters dated February 23, 2023, and September 24, 2023, requesting the Association for a restructuring of the Project.

We are pleased to inform you that the Association, after due consideration, proposes to amend the Financing Agreement as set forth below:

- 1. The table under Section III.A of Schedule 2 to the Financing Agreement is amended to read as set forth in Annex to this Amendment Letter.
- 2. Paragraph 48 ("Selected Areas") of Appendix to the Financing Agreement is amended to read as follows:
 - "48. "Selected Areas" shall mean the 182 Upazilas identified and provided for in the Project Implementation Manual."

Except as specifically amended by this Amendment Letter, all other provisions of the Financing Agreement shall remain unchanged and in full force and effect.

The Association will disclose this Amendment Letter and related information in accordance with the World Bank's Policy on Access to Information. By entering into this Amendment Letter, the Recipient consents to disclosure of this Amendment Letter and related information.

Please confirm your acceptance to the foregoing by signing and dating the two originals of this Amendment Letter, retaining one original for your records and returning the other original to the Association. Upon receipt by the Association of the original Amendment Letter countersigned by you, in a manner satisfactory to the Association, this Amendment Letter will become effective as of the date of the countersignature.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By:
Gayle Martin
Acting Country Director for Bangladesh
South Asia Region

AGREED:

PEOPLE'S REPUBLIC OF BANGLADESH

By: _	HZ OC	
Ā	Authorized Representative	
Name:	Md. Mostafizur Rahman	
	Additional Secretary	
Date: _	29-Apr-2024	

<u>Annex</u>

Category	Amount of the Credit Allocated (expressed in SDR)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(1) Goods (excluding vehicles), works, non-consulting services, and consulting services, Training and Operating Costs for DPHE's Respective Part of the Project	40,500,000	50%
(2) Goods (excluding Vehicles), works, non-consulting services, consulting services, Training and Operating Costs for PKSF's Respective Part of the Project	4,900,000	50%
(3) MFI Loans		
(a) MFI Loans under Part 1.3 of the	6,250,000	For (a)
Project		For Year 1 and Year 2: 25% of amounts disbursed
		For year 3: 37.50% of amounts disbursed
		For year 4: 20.00% of amounts disbursed
		For year 5: 11.50% of amounts disbursed
(h) MEU Lagra yandar Port 2.2(a) of the	54,150,000	For (b)
(b) MFI Loans under Part 2.2(a) of the Project		For Year 1 and Year 2: 40.5% of amounts disbursed
		For year 3: 37.50% of amounts disbursed
		For year 4: 20.00% of amounts disbursed
		For year 5: 10.75% of amounts disbursed
(4) Sanitation Grants under Part 2.2 (ii) of the Project	28,650,000	50% of amounts disbursed
(5) Innovation Grants under Part 2.4 of the Project	75,000	50% of amounts disbursed

(6) Goods, works, non-consulting services, consulting services, Training and Operating Costs under Part 5 of the Project	7,075,000	50%
(7) Emergency Expenditures under Part 6 of the Project	0	50%
TOTAL AMOUNT	141,600,000	