

CONFORMED COPY

CREDIT NUMBER 2876 IN

(Amendment)

Agreement Amending Project Agreement

(Second District Primary Education Project)

between

INTERNATIONAL DEVELOPMENT ASSOCIATION

and

**STATES OF ASSAM, GUJARAT, HARYANA,
HIMACHAL PRADESH, KARNATAKA, KERALA,
MADHYA PRADESH, MAHARASHTRA, ORISSA,
TAMIL NADU, UTTAR PRADESH AND
CHHATTISGARH**

Dated May 12, 2003



CREDIT NUMBER 2876 IN

(Amendment)

AGREEMENT AMENDING PROJECT AGREEMENT

AGREEMENT dated May 12, 2003 between INTERNATIONAL DEVELOPMENT ASSOCIATION (the Association) and the STATES OF ASSAM, GUJARAT, HARYANA, HIMACHAL PRADESH, KARNATAKA, KERALA, MADHYA PRADESH, MAHARASHTRA, ORISSA, TAMIL NADU, UTTAR PRADESH AND CHHATTISGARH, each acting by their respective Governors, (hereinafter referred to individually as the "Project State" and collectively as the "Project States");

WHEREAS (A) by the Development Credit Agreement dated July 15, 1996 between the Borrower and the Association, as amended to date (the Development Credit Agreement), the Association has agreed to make available to the Borrower an amount in various currencies equivalent to two hundred ninety one million seven hundred thousand Special Drawing Rights (SDR 291,700,000) (the Credit) to assist in financing the Project described in Schedule 2 to the Development Credit Agreement;

(B) by the Project Agreement dated July 15, 1996 between the Association and the states of Assam, Gujarat, Haryana, Himachal Pradesh, Karnataka, Kerala, Madhya Pradesh, Maharashtra, Orissa, Tamil Nadu and Uttar Pradesh, as amended to date (the Project Agreement), the Project States agreed to undertake certain obligations with respect to the carrying out of the Project;

(C) the Borrower has advised the Association through Gazette Notice No. 36 dated August 25, 2000 of the enactment of the Madhya Pradesh Reorganization Act,

2000 creating the new State of Chhattisgarh (Chhattisgarh), formerly a part of the State of Madhya Pradesh;

(D) the Borrower has requested the Association to amend the Development Credit Agreement to take into account the creation of the State of Chhattisgarh and the obligation of the State of Chhattisgarh to carry out part of the Project.

NOW THEREFORE the parties hereto hereby agree to amend the Project Agreement as follows:

A. Effective Date; Termination, Cancellation and Suspension

The following new Section is added after Section 4.03 in Article VI:

“Section 4.04. The Agreement Amending the Project Agreement shall come into force and effect on the date upon which the Agreement Amending the Development Credit Agreement becomes effective.”

B. Miscellaneous Provisions

The following new addresses are added after the address for the State of Uttar Pradesh in Section 5.01:

“For the State of Chhattisgarh:

Chief Secretary
Government of Chhattisgarh
DKS Bhawan
Mantralaya
Raipur 492 001
Telephone: 91 771 222 1207/91 771 222 1208

C. Procurement and Consultant Services

Part E (2) (b) of Section 1 of Schedule 1 to the Project Agreement is amended to read as follows:

“(b) the first five contracts to be procured by Gujarat, Himachal Pradesh, Madhya Pradesh, Chhattisgarh and Orissa, the procedures set forth in paragraphs 2 and 3 of Appendix 1 to the Guidelines shall apply.”

IN WITNESS WHEREOF, the parties hereto, acting through their duly authorized representatives, have caused this Agreement Amending the Project Agreement to be signed in their respective names in New Delhi, India, as of the day and year first above written.

INTERNATIONAL DEVELOPMENT ASSOCIATION

Michael F. Carter By /s/
Country Director, India

STATE OF MADHYA PRADESH

Sharma By /s/ Amita
Authorized Representative

STATE OF CHHATTISGARH

By

/s/ S.K. Kujur
Authorized Representative