

OFFICIAL
DOCUMENTS

CREDIT NUMBER 6497-PG

Financing Agreement

(Improving Access to and Value from Health Services in PNG: Financing the
Frontlines Project)

between

INDEPENDENT STATE OF PAPUA NEW GUINEA

and

INTERNATIONAL DEVELOPMENT ASSOCIATION

CREDIT NUMBER 6497-PG

FINANCING AGREEMENT

AGREEMENT dated as of the Signature Date between INDEPENDENT STATE OF PAPUA NEW GUINEA (“Recipient”) and INTERNATIONAL DEVELOPMENT ASSOCIATION (“Association”). The Recipient and the Association hereby agree as follows:

ARTICLE I — GENERAL CONDITIONS; DEFINITIONS

- 1.01. The General 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 General Conditions or in the Appendix to this Agreement.

ARTICLE II — FINANCING

- 2.01. The Association agrees to extend to the Recipient a credit, which is deemed as Concessional Financing for purposes of the General Conditions, in an amount equivalent to twenty-one million eight hundred thousand Special Drawing Rights (SDR 21,800,000) (variously, “Credit” and “Financing”), to assist in financing the project described in Schedule 1 to this Agreement (“Project”).
- 2.02. The Recipient may withdraw the proceeds of the Financing in accordance with Section III of Schedule 2 to this Agreement.
- 2.03. The Maximum Commitment Charge Rate is one-half of one percent (1/2 of 1%) per annum on the Unwithdrawn Financing Balance.
- 2.04. The Service Charge is three-fourths of one percent (3/4 of 1%) per annum on the Withdrawn Credit Balance.
- 2.05. The Interest Charge is one and a quarter percent (1.25%) per annum on the Withdrawn Credit Balance.
- 2.06. The Payment Dates are March 15 and September 15 in each year.

- 2.07. The principal amount of the Credit shall be repaid in accordance with the repayment schedule set forth in Schedule 3 to this Agreement.
- 2.08. The Payment Currency is Dollar.

ARTICLE III — PROJECT

- 3.01. The Recipient declares its commitment to the objective of the Project. To this end, the Recipient shall carry out the Project through its National Department of Health (“NDOH”) in accordance with the provisions of Article V of the General Conditions and Schedule 2 to this Agreement.

ARTICLE IV — EFFECTIVENESS; TERMINATION

- 4.01. The Effectiveness Deadline is the date ninety (90) days after the Signature Date.
- 4.02. For purposes of Section 10.05 (b) of the General Conditions, the date on which the obligations of the Recipient under this Agreement (other than those providing for payment obligations) shall terminate is twenty (20) years after the Signature Date.

ARTICLE V — REPRESENTATIVE; ADDRESSES

- 5.01. The Recipient’s Representative is its minister at the time responsible for treasury.
- 5.02. For purposes of Section 11.01 of the General Conditions: (a) the Recipient’s address is:

Department of Treasury
The Treasury Building 10th floor
P.O. Box 542
Waigani, 131 NCD
Papua New Guinea

- (b) the Recipient’s Electronic Address is:

Facsimile:	E-mail:
+675 3133671	treasury_enquiries@treasury.gov.pg

5.03. For purposes of Section 11.01 of the General Conditions: (a) The Association's address is:

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

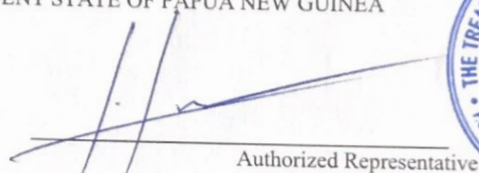
(b) the Association's Electronic Address is:

Telex: Facsimile: E-mail:
248423 (MCI) 1-202-477-6391 cdpngpacific@worldbank.org

AGREED as of the Signature Date.

INDEPENDENT STATE OF PAPUA NEW GUINEA

By


Authorized Representative



Name: IAJ LING-SREK
Title: Treasurer
Date: 22.7.20

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Authorized Representative

Name: _____
Title: _____
Date: _____

5.03. For purposes of Section 11.01 of the General Conditions: (a) The Association's address is:

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

(b) the Association's Electronic Address is:

Telex:	Facsimile:	E-mail:
248423 (MCI)	1-202-477-6391	cdpngpacific@worldbank.org

AGREED as of the Signature Date.

INDEPENDENT STATE OF PAPUA NEW GUINEA

By

Authorized Representative

Name: _____

Title: _____

Date: _____

INTERNATIONAL DEVELOPMENT ASSOCIATION

By



Authorized Representative

Name: Michel Kerf

Title: Country Director

Date: 4 May 2020

SCHEDULE 1

Project Description

The objective of the Project is to contribute to increasing the utilization of quality essential health services in Project-supported Provinces of the Recipient.

The Project consists of the following parts:

Part 1: Increase Service Delivery Readiness and Community-Based Service Delivery

- 1.1 Strengthening service delivery readiness of the Frontline Health Facilities in Selected Provinces, including, *inter alia*: (a) carrying out training to build health workers' skills and improve quality of essential health services; (b) improving communications and information technology; (c) providing equipment, supplies and ambulances to ensure availability of health services; (d) upgrading health facilities to meet national standards; and (e) increasing capacity to screen for, and deliver, counseling and support services to address gender-based violence cases.
- 1.2 Supporting implementation of strategies and digital innovations to improve access to, and usage of, Frontline Health Services in Selected Provinces, including, *inter alia*: (a) engaging non-state service providers and/or entities to implement digital innovations to supervise and support community health workers and volunteers in remote rural communities, improve citizen engagement and strengthen accountability for service delivery; and (b) carrying out an evaluation of such activities.
- 1.3 Strengthening capacity of the Selected PHAs on public financial management, service planning, supportive supervision, performance management, monitoring and oversight, and other relevant areas to ensure good quality health service delivery.
- 1.4 Supporting national oversight of: (a) Provincial Health Authorities' reforms; and (b) service delivery results of Frontline Health Facilities in Selected Provinces, including, *inter alia*: (i) appointing an independent verification agent referred to in Section I.F.1 of Schedule 2 to this Agreement; (ii) providing technical support to Provincial Health Authorities to improve the delivery of Frontline Health Services; (iii) finalizing a policy and regulatory framework for the Provincial Health Authorities' reforms; and (iv) communicating and sharing Project information with Provincial Health Authorities and other key stakeholders.

Part 2: Improve Frontline Service Delivery Performance

Carrying out a program of results-based financed activities designed to strengthen the Recipient's health systems at the national and provincial levels, in order to improve the delivery of Frontline Health Services in Project-supported Provinces.

Part 3: Project Management

Providing technical and operational assistance to the Project Coordination Unit on Project management and implementation.

Part 4: Contingent Emergency Response

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

SCHEDULE 2

Project Execution

Section I. Implementation Arrangements

A. Institutional Arrangements

NDOH

1. The Recipient shall vest the overall Project management and implementation responsibilities in NDOH.

Project Coordination Unit

2. The Recipient shall establish and maintain, throughout the Project implementation period, a Project Coordination Unit within NDOH, with terms of reference, composition and resources satisfactory to the Association, which shall be responsible for carrying out day-to-day management and implementation of the Project, including, *inter alia*, supporting coordination, monitoring and evaluation and communication of Project activities, and ensuring compliance with fiduciary and safeguard requirements under the Project.
3. Without limitation to the generality of Section I.A.2 above, the Recipient shall:
 - (a) by not later than six (6) months after the Effective Date (or such other date which the Association has confirmed in writing to the Recipient is reasonable and acceptable under the circumstances, as determined by the Association in its sole discretion), recruit or appoint the following positions within the Project Coordination Unit: (i) a Project coordinator; (ii) a procurement specialist; (iii) a financial management specialist; (iv) a monitoring and evaluation specialist; and (v) an administrative assistant, each with terms of reference, qualifications and experience satisfactory to the Association; and (b) thereafter maintain such positions throughout the Project implementation period.

B. Memoranda of Understanding

1. The Recipient shall, prior to the carrying out of any activities under Part 2 of the Project in a Province, enter into a memorandum of understanding (“Memorandum of Understanding”) with such Province’s Provincial Health Authority, under terms and conditions set forth in the DLI Operational Manual and satisfactory to the Association, which shall include, *inter alia*, the following:
 - (a) the relevant DLIs, DLI Targets, DLI Values and DLI Target Achievement Dates, including the relevant Baseline and/or the process for calculating the relevant Baseline;

- (b) the Province's obligation to comply with the relevant provisions of the DLI Operational Manual, including the verification protocol containing the technical standards and arrangements and procedures for the monitoring, reporting and verification of DLIs;
- (c) the details for the transfer of the PHA Performance Funds by the Recipient to the Province upon an achievement of DLI Targets; and
- (d) the Recipient's obligation to provide, in a timely manner, all other resources as may be necessary for the respective Province to carry out aforesaid responsibilities,

all in accordance with the provisions of this Agreement.

- 2. The Recipient shall exercise its rights and perform its obligations under each Memorandum of Understanding in such manner as to protect the interests of the Recipient and the Association and to accomplish the purposes of the Financing. Except as the Association shall otherwise agree, the Recipient shall not assign, amend, abrogate or waive any of the Memoranda of Understanding or any of their provisions.

C. Project Operational Manual

- 1. By not later than three (3) months after the Effective Date (or such other date which the Association has confirmed in writing to the Recipient is reasonable and acceptable under the circumstances, as determined by the Association in its sole discretion), the Recipient shall:
 - (a) prepare and furnish to the Association, for its review and approval, a Project operational manual ("Project Operational Manual"), which shall:
 - (i) set forth, *inter alia*, the following detailed arrangements and procedures for the implementation of the Project (except for the detailed arrangements and procedures with respect to the Emergency Response Part and DLIs): (A) institutional arrangements for the day to day execution of the Project; (B) the preparation and successive updates of the Procurement Plan and its implementation arrangements; (C) implementation arrangements for the Safeguard Instruments; (D) the eligibility criteria and process for the selection of the Selected Provinces; (E) budgeting, disbursement, financial management and auditing arrangements; (F) Project monitoring, reporting, evaluation and communication arrangements; and (G) any other administrative, financial, technical and organizational arrangements and

procedures as shall be necessary for the implementation of the Project and the achievement of its development objective; and

- (ii) attach, as its annex, a DLI operational manual (“DLI Operational Manual”), which shall set forth, *inter alia*: (A) a verification protocol containing the technical standards and arrangements and procedures for the monitoring, reporting and verification of DLIs, as well as mechanisms for calculation and disbursement of funds in case of partially achieved DLIs; (B) details of the Eligible Expenditure Program, including eligible NDOH budget lines; (C) the criteria and administrative process for disbursement of PHA Performance Funds by NDOH to Provinces that have achieved DLI Targets; (D) form and details of the Memoranda of Understanding; and (E) any other detailed arrangements and procedures in relation to the DLIs;
 - (b) afford the Association a reasonable opportunity to review the proposed Project Operational Manual; and
 - (c) adopt the Project Operational Manual as accepted by the Association.
2. The Recipient shall thereafter ensure that the Project is carried out in accordance with the Project Operational Manual, and except as the Association may otherwise agree in writing, the Recipient shall not amend or waive, or permit to be amended or waived, any provision of the Project Operational Manual.
 3. In the event of any inconsistency between the provisions of the Project Operational Manual and those of this Agreement and/or the CERC OM, the provisions of this Agreement and the CERC OM shall prevail, in that order of priority.

D. Annual Work Plans and Budgets

1. The Recipient shall prepare and furnish to the Association, by not later than two (2) months after the Effective Date and June 1 of each subsequent year during the implementation of the Project (or such later interval or date as the Association may agree), for the Association’s review and no-objection, an Annual Work Plan and Budget, which shall, *inter alia*: (a) list all activities (including Operating Costs and Training and Workshops) proposed to be included in the Project for the following fiscal year of the Recipient; (b) provide a budget for their financing; and (c) describe the environmental and social safeguard measures taken or planned to be taken in accordance with the provisions of Section I.E of this Schedule 2.
2. The Recipient shall ensure that the Project is implemented in accordance with the Annual Work Plans and Budgets accepted by the Association for the respective

fiscal year; provided, however, that in case of any conflict between the Annual Work Plans and Budgets and the provisions of this Agreement, the provisions of this Agreement shall prevail.

3. The Recipient shall not make or allow to be made any change to the Annual Work Plans and Budgets unless the Association has provided its prior no-objection thereof in writing.

E. Safeguards

1. The Recipient shall ensure that:
 - (a) the Project is carried out with due regard to appropriate health, safety, social, and environmental standards and practices, and in accordance with the Safeguard Instruments; and
 - (b) for each activity under the Project for which the ESMF provides for the preparation of an ESMP:
 - (i) proceed to have such ESMP: (A) prepared and disclosed in accordance with the ESMF; (B) consulted upon adequately with people affected by the Project as per the ESMF, and submitted to the Association for review and approval; and (C) thereafter adopted, prior to implementation of the activity; and
 - (ii) take such measures as shall be necessary or appropriate to ensure compliance with the requirements of such ESMP in a manner satisfactory to the Association.
2. The Recipient shall ensure that all bidding documents and contracts for civil works under the Project include the obligation of contractors, and subcontractors to:
 - (a) comply with the relevant aspects of Safeguard Instruments; (b) adopt and implement measures to assess and manage the risks and impacts of labor influx; (c) adopt and enforce codes of conduct that should be provided to and signed by all workers, detailing measures on environmental, social, health and safety, gender-based violence and violence against children; all as applicable to such civil works commissioned or carried out pursuant to said contracts.
3. The Recipient shall ensure that: (a) all consultancies related to technical assistance, design and capacity building under the Project, the application of whose results could have environmental, social and health and safety implications, shall only be undertaken pursuant to terms of reference reviewed and found satisfactory by the Association; and (b) such terms of reference shall require the technical assistance, design and capacity building activities to take into account the requirements of the applicable Safeguard Policies and EHS Guidelines.

4. Except as the Association shall otherwise agree in writing, the Recipient shall ensure that none of the provisions of the Safeguard Instruments is abrogated, amended, repealed, suspended or waived. In case of any inconsistencies between the provisions of any of the Safeguard Instruments and the provisions of this Agreement, the provisions of this Agreement shall prevail.
5. Without limitation upon its other reporting obligations under this Agreement, the Recipient shall:
 - (a) take all measures necessary on its part to regularly collect, compile, and submit to the Association, as part of the Project Reports, and promptly in a separate report whenever the Association may require, information on the status of compliance with the Safeguard Instruments, all such reports in form and substance acceptable to the Association, setting out, *inter alia*:
 - (i) the status of implementation of the Safeguard Instruments;
 - (ii) conditions, if any, which interfere or threaten to interfere with the implementation of the Safeguard Instruments; and
 - (iii) corrective and preventive measures taken or required to be taken to address such conditions;
 - (b) promptly furnish to the Association a copy of each progress report prepared and submitted by any entity (including any engineer) supervising the Project's civil works, the Project's contractors and/or subcontractors; and
 - (c) promptly notify the Association 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, including, any case of gender-based violence.
6. The Recipient shall maintain, throughout the Project implementation period, and publicize the availability of, a grievance mechanism, in form and substance satisfactory to the Association, to hear and determine fairly and in good faith all complaints raised in relation to the Project, and take all measures necessary to implement the determinations made by such mechanism in a manner satisfactory to the Association.

F. DLI Monitoring and Reporting

1. The Recipient shall, by not later than three (3) months after the Effective Date (or such other date which the Association has confirmed in writing to the Recipient is reasonable and acceptable under the circumstances, as determined by the Association in its sole discretion), appoint, and thereafter maintain throughout the Project implementation period, an independent verification agent, with terms of reference and qualifications satisfactory to the Association, for the purpose of

carrying out independent verifications of the status of achievement of DLI Targets in accordance with the verification protocol and procedures set out in the DLI Operational Manual.

2. Without limiting its other reporting obligations under this Agreement, the Recipient shall, by not later than five (5) months after the end of each Year (or such other date which the Association has confirmed in writing to the Recipient is reasonable and acceptable under the circumstances, as determined by the Association in its sole discretion), furnish to the Association reports on the status of achievement of the relevant DLI Targets, including the reports of the independent verification agent referred to in Section I.F.1 above, all in accordance with the verification protocol and procedures set out in the DLI Operational Manual.

G. Contingent Emergency Response

1. Prior to the implementation of contingent emergency response activities under Part 4 of the Project (“Emergency Response Part”), the Recipient shall:
 - (a) prepare and furnish to the Association for its review and approval, a Contingent Emergency Response Component Operations Manual (“CERC OM”) which shall set forth detailed implementation arrangements for the Emergency Response Part, including: (i) any special institutional arrangements for coordinating and implementing the Emergency Response Part; (ii) specific activities which may be included in the Emergency Response Part, Eligible Expenditures required for those activities (“Emergency Expenditures”), and any procedures for such inclusion; (iii) financial management arrangements for the Emergency Response Part; (iv) procurement methods and procedures for the Emergency Response Part; (v) documentation required for withdrawals of Emergency Expenditures; (vi) application of the Safeguard Instruments and any other relevant safeguard instruments to the Emergency Response Part; and (vii) any other arrangements necessary to ensure proper coordination and implementation of the Emergency Response Part;
 - (b) afford the Association a reasonable opportunity to review the proposed CERC OM;
 - (c) promptly adopt the CERC OM for the Emergency Response Part as shall have been accepted by the Association;
 - (d) ensure that the Emergency Response Part is carried out in accordance with the CERC OM; provided, however, that in the event of any inconsistency between the provisions of the CERC OM and this Agreement, the provisions of this Agreement shall prevail; and

- (e) not amend, suspend, abrogate, repeal or waive any provision of the CERC OM without the prior written approval by the Association.
2. The Recipient shall undertake no activities under the Emergency Response Part unless and until the following conditions have been met in respect of said activities:
- (a) the Recipient has determined that an Eligible Crisis or Emergency has occurred, has furnished to the Association a request to include said activities in the Emergency Response Part in order to respond to said Eligible Crisis or Emergency, and the Association has agreed with such determination, accepted said request and notified the Recipient thereof;
 - (b) the Recipient has ensured the preparation and disclosure of all Safeguard Instruments as may be required for said activities in accordance with the provisions of Section I.E of this Schedule 2 and the CERC OM, the Association has approved all said instruments, and the Recipient has ensured the implementation of any actions which are required to be taken under said instruments;
 - (c) the Recipient has ensured that the entities in charge of coordinating and implementing the Emergency Response Part have adequate staff and resources, in accordance with the provisions of the CERC OM, for the purposes of said activities; and
 - (d) the Recipient has adopted the CERC OM, in form and substance acceptable to the Association, and the provisions of the CERC OM remain up to date, or have been updated in accordance with the provisions of this Section I.G so as to provide detailed arrangement and procedures needed for the implementation of the Emergency Response Part.

Section II. Project Monitoring, Reporting and Evaluation

Project Reports

1. The Recipient shall furnish to the Association each Project Report not later than forty-five (45) days after the end of each calendar semester, covering the calendar semester.

Mid-Term Review

2. The Recipient shall carry out, jointly with the Association, not later than three (3) years after the Effective Date, or such other period as may be agreed with the Association, a mid-term review of the Project (“Mid-Term Review”) to assess the status of Project implementation, as measured against the indicators acceptable to the Association, and compliance with the legal covenants included or referred to

in this Agreement. Such review shall include an assessment of the following: (i) overall progress in implementation; (ii) results of monitoring and evaluation activities; (iii) progress on procurement and disbursement; (iv) progress on implementation of safeguard measures; (v) implementation arrangements and Project staffing; and (vi) the need to make any adjustments to the Project to improve performance. To this end, the Recipient shall:

- (a) prepare and furnish to the Association, at least one (1) month before the date of the Mid-Term Review, a report, in scope and detail satisfactory to the Association and integrating the results of the monitoring and evaluation activities performed pursuant to Section II.1 of this Schedule 2, on the progress achieved in the carrying out of the Project during the period preceding the date of such report and setting out the measures recommended to ensure the efficient carrying out of the Project and the achievement of the objective thereof during the period following such date; and
- (b) review jointly with the Association the report referred to in the preceding paragraph, and thereafter take all measures required to ensure the efficient completion of the Project and the achievement of the objective thereof, based on the conclusions and recommendations of such report and the Association's views on the matter.

Section III. Withdrawal of the Proceeds of the Financing

A. General

- 1. Without limitation upon the provisions of Article II of the General Conditions and in accordance with the Disbursement and Financial Information Letter, the Recipient may withdraw the proceeds of the Financing 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 Credit Allocated (expressed in SDR)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(1) Goods, works, non-consulting services, consulting services, Operating Costs, and Training and Workshops	11,200,000	100%

under Parts 1 and 3 of the Project		
(2) Eligible Expenditure Program under Part 2 of the Project	10,600,000	100%
(3) Emergency Expenditures under Part 4 of the Project	0	100%
TOTAL AMOUNT	21,800,000	

B. Withdrawal Conditions; Withdrawal Period

1. Notwithstanding the provisions of Part A above, no withdrawal shall be made:

- (a) for payments made prior to the Signature Date, except that withdrawals up to an aggregate amount not to exceed four million three hundred sixty thousand Special Drawing Rights (SDR 4,360,000) may be made for payments made prior to this date but on or after December 1, 2019, for Eligible Expenditures under Categories (1) and/or (2), subject to the requirements referred to in paragraph (b) below for Eligible Expenditure Program under Category (2); or
- (b) for Eligible Expenditure Program under Category (2), unless and until the Association is satisfied that the Recipient has:
 - (i) adopted a Project Operational Manual in accordance with the provisions of Section I.C of this Schedule 2;
 - (ii) furnished evidence satisfactory to the Association in accordance with the verification protocol set forth in the DLI Operational Manual that the Recipient has achieved the respective DLI Targets by its DLI Target Achievement Date as set forth in Schedule 4 to this Agreement against which withdrawal is requested; and
 - (iii) complied with the additional instructions referred to in the Disbursement and Financial Information Letter, including furnished to the Association a customized statement of expenditures, in form and substance satisfactory to the Association, documenting the incurrence of Eligible Expenditure Program during the respective Year up to the date against which withdrawal is requested; or

- (c) for Emergency Expenditures under Category (3), unless and until the Association is satisfied that all of the conditions listed in Section I.G.2 of this Schedule 2 have been met in respect of said expenditures.
- 2. Notwithstanding the provisions of Sections III.A and III.B.1(b) above, the amount of the Financing to be withdrawn upon the verified achievement of any DLI Target shall correspond to the DLI Value of such DLI Target as set forth in Schedule 4 to this Agreement.
- 3. Notwithstanding the provisions of Sections III.B.1(b) and III.B.2 above, if any of the DLI Targets has not been fully achieved by its DLI Target Achievement Date, the Association may, by notice to the Recipient:
 - (a) authorize, in the case of a scalable DLI Target, the withdrawal of such lesser amount of the unwithdrawn proceeds of the Association then allocated to such DLI, which, in the opinion of the Association, corresponds to the extent of achievement of said DLI Target, said lesser amount to be calculated in accordance with the formula set out for said DLI Target under Schedule 4 to this Agreement and/or the DLI Operational Manual;
 - (b) (i) withhold in whole or in part the proceeds of the Financing then allocated to the DLI Target until such DLI Target is satisfactorily met in accordance with the DLI Operational Manual; and/or (ii) authorize, at a later date (prior to the Closing Date), the full release of the amounts so withheld, if and when the Association is satisfied that the respective DLI Target has been satisfactorily met as per the DLI Operational Manual;
 - (c) reallocate all or a portion of the proceeds of the Financing allocated to said DLI Target to any other DLI Target(s) and/or to Category (1); and/or
 - (d) cancel in whole or in part any withheld amount of the proceeds of the Financing allocated to said DLI Target.
- 4. The Closing Date is June 30, 2026.

Section IV. Other Undertakings

- 1. By not later than four (4) months after the Effective Date (or such other date which the Association has confirmed in writing to the Recipient is reasonable and acceptable under the circumstances, as determined by the Association in its sole discretion), the Recipient shall complete the selection of the Early Adopter

Provinces in accordance with the provisions of this Agreement and the Project Operational Manual.

SCHEDULE 3

Repayment Schedule

Date Payment Due	Principal Amount of the Credit repayable (expressed as a percentage)*
On each March 15 and September 15:	
commencing September 15, 2025 to and including March 15, 2045	1.65%
commencing September 15, 2045 to and including March 15, 2050	3.40%

* The percentages represent the percentage of the principal amount of the Credit to be repaid, except as the Association may otherwise specify pursuant to Section 3.05 (b) of the General Conditions.

SCHEDULE 4

Disbursement Linked Indicator Table

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
National DLIs						
1.	<p>National DLI 1: Memoranda of Understanding signed by NDOH with up to four (4) Selected PHAs.</p> <p>DLI Target Achievement Date: DLI Target for Year 1 shall be achieved by the end of Year 1; and DLI Target described under Year 3 may be achieved at any time within Year 2 to Year 5 (described under Year 3 for indicative purposes only).</p>	<p>DLI Target: NDOH has signed a Memorandum of Understanding with at least one (1) Selected PHA.</p> <p>Targeted for up to two (2) Memoranda of Understanding signed.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 108,900 per Memorandum of Understanding signed; up to a maximum of two (2) Memoranda of Understanding signed.</p>		<p>DLI Target: NDOH has signed a Memorandum of Understanding with at least one (1) additional Selected PHA.</p> <p>Targeted for up to two (2) additional Memoranda of Understanding signed.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 108,900 per Memorandum of Understanding signed; up to a maximum of two (2) Memoranda of Understanding signed.</p>		
2.	<p>National DLI 2: Integrated Facility Supervision Checklist adopted and updated.</p>	<p>DLI Target: NDOH has adopted an Integrated Facility Supervision Checklist by</p>		<p>DLI Target: NDOH has:</p>		

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	<p>DLI Target Achievement Date:</p> <p>DLI Targets may be achieved at any time within Year 1 to Year 5 (described under Year 1 and Year 3 for indicative purposes only).</p>	<p>issuing an operational directive.</p> <p>DLI Value:</p> <p>SDR 217,800</p> <p>Disbursement formula:</p> <p>n/a</p>		<p>(a) reviewed and updated the adopted Integrated Facility Supervision Checklist in accordance with the criteria set forth in the DLI Operational Manual; and</p> <p>(b) adopted the updated Integrated Facility Supervision Checklist by issuing an operational directive.</p> <p>DLI Value:</p> <p>SDR 217,800</p> <p>Disbursement formula:</p> <p>n/a</p>		
3.	<p>National DLI 3:</p> <p>Timely transfer of PHA Performance Funds.</p>	<p>DLI Target:</p> <p>NDOH has transferred PHA Performance Funds, in the amount calculated in accordance with the DLI Operational Manual, to at least one (1) Selected PHA within ten (10) working days from the date the Recipient has received an equivalent amount of Financing proceeds from the Association for the</p>	<p>DLI Target:</p> <p>NDOH has transferred PHA Performance Funds, in the amount calculated in accordance with the DLI Operational Manual, to at least one (1) Selected PHA within ten (10) working days from the date the Recipient has received an equivalent amount of Financing proceeds from the Association for the</p>	<p>DLI Target:</p> <p>NDOH has transferred PHA Performance Funds, in the amount calculated in accordance with the DLI Operational Manual, to at least one (1) Selected PHA within ten (10) working days from the date the Recipient has received an equivalent amount of Financing proceeds from the Association for the</p>	<p>DLI Target:</p> <p>NDOH has transferred PHA Performance Funds, in the amount calculated in accordance with the DLI Operational Manual, to at least one (1) Selected PHA within ten (10) working days from the date the Recipient has received an equivalent amount of Financing proceeds from the Association for the</p>	<p>DLI Target:</p> <p>NDOH has transferred PHA Performance Funds, in the amount calculated in accordance with the DLI Operational Manual, to at least one (1) Selected PHA within ten (10) working days from the date the Recipient has received an equivalent amount of Financing proceeds from the Association for the</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	<p>DLI Target Achievement Date: DLI Targets may be achieved at any time within Year 1 to Year 5 (described under each Year for indicative purposes only).</p>	<p>achievement of the relevant DLI Target(s) for Year 1.</p> <p>Targeted for transfers made to up to two (2) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 108,900 per transfer made to a Selected PHA; up to a maximum of two (2) transfers made.</p>	<p>achievement of the relevant DLI Target(s) for Year 2.</p> <p>Targeted for transfers made to up to two (2) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 108,900 per transfer made to a Selected PHA; up to a maximum of two (2) transfers made.</p>	<p>achievement of the relevant DLI Target(s) for Year 3.</p> <p>Targeted for transfers made to up to four (4) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 54,450 per transfer made to a Selected PHA; up to a maximum of four (4) transfers made.</p>	<p>achievement of the relevant DLI Target(s) for Year 4.</p> <p>Targeted for transfers made to up to four (4) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 54,450 per transfer made to a Selected PHA; up to a maximum of four (4) transfers made.</p>	<p>achievement of the relevant DLI Target(s) for Year 5.</p> <p>Targeted for transfers made to up to four (4) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 54,450 per transfer made to a Selected PHA; up to a maximum of four (4) transfers made.</p>
4.	<p>National DLI 4: Number of Selected Provinces that have achieved all Provincial DLIs.</p> <p>DLI Target Achievement Date: Each DLI Target shall be achieved by the end of the relevant Year.</p>	<p>DLI Target: At least one (1) Selected Province has fully achieved DLI Targets of all Provincial DLIs for Year 1.</p> <p>Targeted for up to two (2) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 72,600 per Selected Province; up to a</p>	<p>DLI Target: At least one (1) Selected Province has fully achieved DLI Targets of all Provincial DLIs for Year 2.</p> <p>Targeted for up to two (2) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 72,600 per Selected Province; up to a</p>	<p>DLI Target: At least one (1) Selected Province has fully achieved DLI Targets of all Provincial DLIs for Year 3.</p> <p>Targeted for up to four (4) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 36,300 per Selected Province; up to a</p>	<p>DLI Target: At least one (1) Selected Province has fully achieved DLI Targets of all Provincial DLIs for Year 4.</p> <p>Targeted for up to four (4) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 36,300 per Selected Province; up to a</p>	<p>DLI Target: At least one (1) Selected Province has fully achieved DLI Targets of all Provincial DLIs for Year 5.</p> <p>Targeted for up to four (4) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 36,300 per Selected Province; up to a</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
		maximum of two (2) Selected Provinces.	maximum of two (2) Selected Provinces.	maximum of four (4) Selected Provinces.	maximum of four (4) Selected Provinces.	maximum of four (4) Selected Provinces.
Provincial DLIs						
5.	<p>Provincial DLI 1: Number of Selected PHAs with a complete Annual Implementation Plan submitted in a timely manner and in accordance with NDOH specifications.</p> <p>DLI Target Achievement Date: Each DLI Target shall be achieved by the end of the relevant Year.</p>	<p>DLI Target: At least one (1) Selected PHA has prepared and submitted to NDOH, a complete Annual Implementation Plan, before the due date identified in the relevant NDOH budget circular.</p> <p>Targeted for up to two (2) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 72,600 per Selected PHA; up to a maximum of two (2) Selected PHAs.</p>	<p>DLI Target: At least one (1) Selected PHA has prepared and submitted to NDOH, a complete Annual Implementation Plan, before the due date identified in the relevant NDOH budget circular.</p> <p>Targeted for up to two (2) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 145,200.</p> <p>Disbursement formula: SDR 72,600 per Selected PHA; up to a maximum of two (2) Selected PHAs.</p>	<p>DLI Target: At least one (1) Selected PHA has prepared and submitted to NDOH, a complete Annual Implementation Plan, before the due date identified in the relevant NDOH budget circular.</p> <p>Targeted for up to four (4) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 290,400.</p> <p>Disbursement formula: SDR 72,600 per Selected PHA; up to a maximum of four (4) Selected PHAs.</p>	<p>DLI Target: At least one (1) Selected PHA has prepared and submitted to NDOH, a complete Annual Implementation Plan, before the due date identified in the relevant NDOH budget circular.</p> <p>Targeted for up to four (4) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 290,400 .</p> <p>Disbursement formula: SDR 72,600 per Selected PHA; up to a maximum of four (4) Selected PHAs.</p>	<p>DLI Target: At least one (1) Selected PHA has prepared and submitted to NDOH, a complete Annual Implementation Plan, before the due date identified in the relevant NDOH budget circular.</p> <p>Targeted for up to four (4) Selected PHAs.</p> <p>DLI Value: Up to a maximum of SDR 290,400.</p> <p>Disbursement formula: SDR 72,600 per Selected PHA; up to a maximum of four (4) Selected PHAs.</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
6.	<p>Provincial DLI 2: Percentage of Eligible Level 2-4 Health Care Facilities in Selected Provinces that have achieved a Minimum Service Quality Score.</p>	n/a	<p>DLI Target:</p> <p>For Early Adopter Provinces:</p> <p>At least ninety percent (90%) of Eligible Level 2-4 Health Care Facilities in an Early Adopter Province have service quality measured through the Integrated Facility Supervision Checklist.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p>	<p>DLI Target:</p> <p>(a) For Early Adopter Provinces:</p> <p>Percentage of Eligible Level 2-4 Health Care Facilities in an Early Adopter Province that have achieved a Minimum Service Quality Score is at least ten percent (10%) over the Baseline.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>At least ninety percent (90%) of Eligible Level 2-4 Health Care Facilities in an Expansion Province have service quality measured through the Integrated Facility Supervision Checklist.</p> <p>Targeted in up to two (2) Expansion Provinces.</p>	<p>DLI Target:</p> <p>(a) For Early Adopter Provinces:</p> <p>Percentage of Eligible Level 2-4 Health Care Facilities in an Early Adopter Province that have achieved a Minimum Service Quality Score is at least twenty percent (20%) over the Baseline.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>Percentage of Eligible Level 2-4 Health Care Facilities in an Expansion Province that have achieved a Minimum Service Quality Score is at least ten percent (10%) over the Baseline.</p> <p>Targeted in up to two (2) Expansion Provinces.</p>	<p>DLI Target:</p> <p>(a) For Early Adopter Provinces:</p> <p>Percentage of Eligible Level 2-4 Health Care Facilities in an Early Adopter Province that have achieved a Minimum Service Quality Score is at least thirty percent (30%) over the Baseline.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>Percentage of Eligible Level 2-4 Health Care Facilities in an Expansion Province that have achieved a Minimum Service Quality Score is at least twenty percent (20%) over the Baseline.</p> <p>Targeted in up to two (2) Expansion Provinces.</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	<p>DLI Target Achievement Date: Each DLI Target shall be achieved by the end of the relevant Year.</p>		<p>DLI Value: Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 108,900 per Early Adopter Province; up to a maximum of two (2) Early Adopter Provinces.</p>	<p>DLI Value: Up to a maximum of SDR 435,700.</p> <p>Disbursement formula: SDR 108,925 per Selected Province; up to a maximum of four (4) Selected Provinces.</p>	<p>DLI Value: Up to a maximum of SDR 435,700.</p> <p>Disbursement formula: SDR 108,925 per Selected Province; up to a maximum of four (4) Selected Provinces.</p>	<p>DLI Value: Up to a maximum of SDR 435,700.</p> <p>Disbursement formula: SDR 108,925 per Selected Province; up to a maximum of four (4) Selected Provinces.</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
7.	<p>Provincial DLI 3: Number of PHA Boards that have used routine data for decision making.</p> <p>DLI Target Achievement Date:</p>	<p>DLI Target: For Early Adopter Provinces:</p> <p>A Provincial Performance Dashboard has been developed and adopted by the PHA Board in at least one (1) Early Adopter Province.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>DLI Value: Up to a maximum of SDR 108,950.</p>	<p>DLI Target: For Early Adopter Provinces:</p> <p>(a) Provincial Performance Dashboard in at least one (1) Early Adopter Province has been updated every six (6) months in accordance with the DLI Operational Manual; and</p> <p>(b) PHA Board of such province has adopted a Supportive Supervision Plan.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>DLI Value: Up to a maximum of SDR 108,950.</p>	<p>DLI Target: (a) For Early Adopter Provinces:</p> <p>(i) Provincial Performance Dashboard in at least one (1) Early Adopter Province has been updated every six (6) months in accordance with the DLI Operational Manual; and</p> <p>(ii) PHA Board of such province has adopted a Supportive Supervision Plan.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>A Provincial Performance Dashboard has been developed and adopted by the PHA Board in at least one (1) Expansion Province.</p> <p>Targeted in up to two (2) Expansion Provinces.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p>	<p>DLI Target: (a) Provincial Performance Dashboard in at least one (1) Selected Province has been updated every six (6) months in accordance with the DLI Operational Manual; and</p> <p>(b) PHA Board of such province has adopted a Supportive Supervision Plan.</p> <p>Targeted in up to four (4) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p>	<p>DLI Target: (a) Provincial Performance Dashboard in at least one (1) Selected Province has been updated every six (6) months in accordance with the DLI Operational Manual; and</p> <p>(b) PHA Board of such province has adopted a Supportive Supervision Plan.</p> <p>Targeted in up to four (4) Selected Provinces.</p> <p>DLI Value: Up to a maximum of SDR 217,800.</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	Each DLI Target shall be achieved by the end of the relevant Year.	Disbursement formula: SDR 54,475 per Early Adopter Province; up to a maximum of two (2) Early Adopter Provinces.	Disbursement formula: SDR 54,475 per Early Adopter Province; up to a maximum of two (2) Early Adopter Provinces.	Disbursement formula: SDR 54,450 per Selected Province; up to a maximum of four (4) Selected Provinces.	Disbursement formula: SDR 54,450 per Selected Province; up to a maximum of four (4) Selected Provinces.	Disbursement formula: SDR 54,450 per Selected Province; up to a maximum of four (4) Selected Provinces.
8.	<p>Provincial DLI 4: Percentage increase in the number of Outreach Visits in Selected Provinces.</p> <p>DLI Target Achievement Date:</p>	n/a	<p>DLI Target: For Early Adopter Provinces:</p> <p>At least one percent (1%) and up to ten percent (10%) increase in the number of Outreach Visits over the Baseline in an Early Adopter Province.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>DLI Value:</p>	<p>DLI Target: (a) For Early Adopter Provinces:</p> <p>At least eleven percent (11%) and up to fifteen percent (15%) increase in the number of Outreach Visits over the Baseline in an Early Adopter Province.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>At least one percent (1%) and up to ten percent (10%) increase in the number of Outreach Visits over the Baseline in an Expansion Province.</p> <p>Targeted in up to (2) Expansion Provinces.</p> <p>DLI Value:</p>	<p>DLI Target: (a) For Early Adopter Provinces:</p> <p>At least sixteen percent (16%) and up to twenty percent (20%) increase in the number of Outreach Visits over the Baseline in an Early Adopter Province.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>At least eleven percent (11%) and up to fifteen percent (15%) increase in the number of Outreach Visits over the Baseline in an Expansion Province.</p> <p>Targeted in up to (2) Expansion Provinces.</p> <p>DLI Value:</p>	<p>DLI Target: (a) For Early Adopter Provinces:</p> <p>At least twenty-one percent (21%) and up to twenty-five percent (25%) increase in the number of Outreach Visits over the Baseline in an Early Adopter Province.</p> <p>Targeted in up to two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces:</p> <p>At least sixteen percent (16%) and up to twenty percent (20%) increase in the number of Outreach Visits over the Baseline in an Expansion Province.</p> <p>Targeted in up to (2) Expansion Provinces.</p> <p>DLI Value:</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	Each DLI Target shall be achieved by the end of the relevant Year.		<p>Up to a maximum of SDR 217,800.</p> <p>Disbursement formula: SDR 10,890 per one (1) percentage increase; up to a maximum of SDR 108,900 per Early Adopter Province; and up to a maximum of two (2) Early Adopter Provinces.</p>	<p>Up to a maximum of SDR 435,700.</p> <p>Disbursement formula: (a) For Early Adopter Provinces: SDR 21,785 per one (1) percentage increase; up to a maximum of SDR 108,925 per Early Adopter Province; and up to a maximum of two (2) Early Adopter Provinces.</p> <p>(b) For Expansion Provinces: SDR 10,892.50 per one (1) percentage increase; up to a maximum of SDR 108,925 per Expansion Province; and up to a maximum of two (2) Expansion Provinces.</p>	<p>Up to a maximum of SDR 435,700.</p> <p>Disbursement formula: SDR 21,785 per one (1) percentage increase; up to a maximum of SDR 108,925 per Selected Province; and up to a maximum of four (4) Selected Provinces.</p>	<p>Up to a maximum of SDR 435,700.</p> <p>Disbursement formula: SDR 21,785 per one (1) percentage increase; up to a maximum of SDR 108,925 per Selected Province; and up to a maximum of four (4) Selected Provinces.</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
Competitive DLIs						
9.	<p>Competitive DLI 1: Percentage increase in the number of pregnant women who have received four (4) or more antenatal care check-ups.</p> <p>DLI Target Achievement Date: Each DLI Target shall be achieved by the end of the relevant Year.</p>	n/a	n/a	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI Provinces with a top two (2) highest percentage increase in the number of pregnant women who have received four (4) or more antenatal care check-ups in Year 3, compared to their respective results in Year 2, as determined in accordance with the details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 290,400.</p> <p>Disbursement formula: n/a</p>	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI Provinces with a top two (2) highest percentage increase in the number of pregnant women who have received four (4) or more antenatal care check-ups in Year 4, compared to their respective results in Year 3, as determined in accordance with the details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 290,400.</p> <p>Disbursement formula: n/a</p>	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI Provinces with a top two (2) highest percentage increase in the number of pregnant women who have received four (4) or more antenatal care check-ups in Year 5, compared to their respective results in Year 4, as determined in accordance with the details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 290,400.</p> <p>Disbursement formula: n/a</p>
10.	<p>Competitive DLI 2: Percentage increase in number of children under one (1) year of age who have received DPT-3.</p>	n/a	n/a	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI</p>	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI</p>	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	<p>DLI Target Achievement Date: Each DLI Target shall be achieved by the end of the relevant Year.</p>			<p>Provinces with a top two (2) highest percentage increase in the number of children under one (1) year of age who have received DPT-3 in Year 3, compared to their respective results in Year 2, as determined in accordance with the details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 290,400.</p> <p>Disbursement formula: n/a</p>	<p>Provinces with a top two (2) highest percentage increase in the number of children under one (1) year of age who have received DPT-3 in Year 4, compared to their respective results in Year 3, as determined in accordance with the details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 290,400.</p> <p>Disbursement formula: n/a</p>	<p>Provinces with a top two (2) highest percentage increase in the number of children under one (1) year of age who have received DPT-3 in Year 5, compared to their respective results in Year 4, as determined in accordance with the details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 290,400.</p> <p>Disbursement formula: n/a</p>
11.	<p>Competitive DLI 3: Increase in number of registered drug susceptible tuberculosis patients on treatment who have been cured.</p>	n/a	n/a	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI Provinces with a top two (2) highest increase in the number of registered drug susceptible tuberculosis patients on treatment who have been cured in Year 3, compared to their respective results in Year 2, as determined in accordance with the</p>	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI Provinces with a top two (2) highest increase in the number of registered drug susceptible tuberculosis patients on treatment who have been cured in Year 4, compared to their respective results in Year 3, as determined in accordance with the</p>	<p>DLI Target: NDOH has furnished to the Association a report, in form and substance described in the DLI Operational Manual, setting forth the list of Competitive DLI Provinces with a top two (2) highest increase in the number of registered drug susceptible tuberculosis patients on treatment who have been cured in Year 5, compared to their respective results in Year 4, as determined in accordance with the</p>

No.	DLIs	Year 1	Year 2	Year 3	Year 4	Year 5
	<p>DLI Target Achievement Date: Each DLI Target shall be achieved by the end of the relevant Year.</p>			<p>details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 362,900.</p> <p>Disbursement formula: n/a</p>	<p>details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 362,900.</p> <p>Disbursement formula: n/a</p>	<p>details set forth in the DLI Operational Manual.</p> <p>DLI Value: SDR 362,900.</p> <p>Disbursement formula: n/a</p>

APPENDIX

Section I. Definitions

1. “Annual Implementation Plan” means a plan prepared by a Selected PHA in accordance with the guidelines issued by NDOH and details set forth in the DLI Operational Manual, outlining, *inter alia*, key activities and associated budgets linked to the national health plan and other relevant documents.
2. “Annual Work Plan and Budget” means each annual work plan and budget (including related cash forecasts) for the implementation of the Project accepted by the Association, referred to in Section I.D of Schedule 2 to this Agreement; and “Annual Work Plans and Budgets” means, collectively, all such plans and budgets.
3. “Anti-Corruption Guidelines” means, for purposes of paragraph 5 of the Appendix to the General 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.
4. “Baseline” means, in relation to a DLI, the baseline data for measuring the achievement of DLI Targets, as set out in, or calculated in accordance with, the DLI Operational Manual.
5. “Category” means a category set forth in the table in Section III.A of Schedule 2 to this Agreement.
6. “Competitive DLI Province” means a Province which has met the selection criteria for participating in Competitive DLIs as set forth in the DLI Operational Manual and agreed with the Association; and “Competitive DLI Provinces” means, collectively, all such provinces.
7. “Competitive DLIs” means, collectively, the DLIs set to be achieved at the provincial level by Competitive DLI Provinces, as set forth in the table in Schedule 4 to this Agreement; and “Competitive DLI” means, individually, any of them.
8. “Contingent Emergency Response Component Operations Manual” or its acronym “CERC OM” means the manual referred to in Section I.G.1 of Schedule 2 to this Agreement, to be adopted by the Recipient for the Emergency Response Part in accordance with the provisions of said Section; as said manual may be modified from time to time with the prior written agreement of the Association, and such term includes any schedules or annexes to the manual.
9. “Disbursement Linked Indicator” or its acronym “DLI” means any one of the indicators set forth in the table in Schedule 4 to this Agreement; and “DLIs” means, collectively, all such DLIs.

10. “DLI Operational Manual” means the manual referred to in Section I.C.1(a)(ii) of Schedule 2 to this Agreement, in form and substance satisfactory to the Association, which is attached as an annex to the Project Operational Manual and to be adopted by the Recipient in accordance with the provisions of the said section; as said manual may be modified from time to time with prior approval in writing of the Association, and such term includes any schedules or annexes to the DLI Operational Manual.
11. “DLI Target” means the annual target set to be achieved under each DLI, as set forth in the table in Schedule 4 to this Agreement; and “DLI Targets” means, collectively, all such targets.
12. “DLI Target Achievement Date” means, in relation to each DLI Target, the end of the Year during which the relevant DLI Target is set to be achieved, as specified in the table in Schedule 4 to this Agreement.
13. “DLI Value” means the total amount of the Financing allocated to each DLI Target, as set forth in the table in Schedule 4 to this Agreement, as such amount may be reallocated in whole or in part among the DLI Targets or among the Categories by notice by the Association from time to time.
14. “DPT-3” means Diphtheria Pertussis Tetanus 3 vaccination.
15. “Early Adopter Provinces” means the first two Provinces which have met the selection criteria and process for participating in Parts 1.1, 1.2 and 1.3 of the Project as set forth in the Project Operational Manual and agreed with the Association; and “Early Adopter Province” means either of such Provinces.
16. “EHS Guidelines” means the World Bank Group Environmental, Health and Safety Guidelines published on www.ifc.org/ehsguidelines, as said guidelines are updated from time to time.
17. “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.
18. “Eligible Expenditure Program” means certain NDOH budget lines for salaries and allowances, as set forth in the DLI Operational Manual, which are required to support the implementation of Part 2 of the Project.
19. “Eligible Level 2-4 Health Care Facilities” means, collectively, health care facilities managed by the Recipient’s government and/or churches within a Selected Province, which are classified as levels 2, 3 or 4 in accordance with the National Health Service Standards, or other equivalent classification acceptable to

the Association, and set forth in the DLI Operational Manual; and “Eligible Level 2-4 Health Care Facility” means any of such facilities.

20. “Emergency Expenditure” means any eligible expenditures set forth in the CERC OM in accordance with the provisions of Section I.G of Schedule 2 to this Agreement, and included in the Emergency Response Part.
21. “Emergency Response Part” means a specific activity or activities to be carried out in the event of an Eligible Crisis or Emergency under Part 4 of the Project.
22. “Environmental and Social Management Framework” or its acronym “ESMF” means the document titled ‘Environmental and Social Management Framework (ESMF): Papua New Guinea IMPACT Health (P167184)’ prepared and adopted by the Recipient, satisfactory to the Association, dated August 2019, disclosed in-country, and on the Association’s website on October 2, 2019, setting out the principles, rules, guidelines and procedures to screen and assess the potential adverse environmental and social risks and impacts (including health and safety issues) of Project activities, adopt measures to avoid, reduce, mitigate or offset environmental and social adverse risks and impacts, procedural, budget and institutional arrangements and actions needed to implement these measures, and information on the agency or agencies responsible for addressing the Project’s risks and impacts; as well as for the preparation of ESMPs, as said framework may be amended from time to time with the Association’s prior written agreement.
23. “Environmental and Social Management Plan” or its acronym “ESMP” means any environmental and social management plan to be prepared by the Recipient under the Project pursuant to the provisions of Section I.E of Schedule 2 to this Agreement, in accordance with the procedures and requirements under the ESMF, satisfactory to the Association, which details (a) the measures to be taken during the implementation and operation of the Project to avoid, minimize, mitigate or offset adverse environmental and social impacts (including health and safety issues), or to reduce them to acceptable levels, and (b) the actions needed to implement these measures, as said instrument may be amended from time to time with the Association’s prior written agreement; and “ESMPs” means, collectively, all such ESMPs.
24. “Expansion Provinces” means the third and fourth Provinces which have met the selection criteria and process for participating in Parts 1.1, 1.2 and 1.3 of the Project as set forth in the Project Operational Manual and agreed with the Association; and “Expansion Province” mean either of such Provinces.
25. “Frontline Health Facilities” means, collectively, health care facilities managed by the Recipient’s government and/or churches, which are classified as levels 1, 2, 3 or 4 in accordance with the National Health Service Standards, or other

classification acceptable to the Association and described in the Project Operational Manual.

26. “Frontline Health Services” means health services delivered through the Frontline Health Facilities, including services provided through outreach from such facilities.
27. “General Conditions” means the “International Development Association General Conditions for IDA Financing, Investment Project Financing”, dated December 14, 2018.
28. “Integrated Facility Supervision Checklist” means a checklist developed and adopted by NDOH in accordance with the details set forth in the DLI Operational Manual, for Selected PHAs to use in their supervision of service delivery.
29. “Memorandum of Understanding” means, in relation to a Province, a Memorandum of Understanding entered into between the Recipient and its PHA, for the purpose of carrying out activities under Part 2 of the Project in such Province, referred to in Section I.B of Schedule 2 to this Agreement, as such memorandum of understanding may be revised from time to time with the Association’s prior written agreement, and such term includes any annexes or schedules to such memorandum of understanding; and “Memoranda of Understanding” means, collectively, all such Memoranda of Understanding.
30. “Mid-Term Review” shall have the meaning ascribed to it in Section II.2 of Schedule 2 to this Agreement.
31. “Minimum Service Quality Score” means a minimum score which an Eligible Level 2-4 Health Care Facility is required to achieve to reflect its minimal service delivery quality level, as measured through the Integrated Facility Supervision Checklist and set forth in the DLI Operational Manual.
32. “National Capital District” means the National Capital District referred to in Section 4 of the Constitution of the Independent State of Papua New Guinea.
33. “National Department of Health” or its acronym “NDOH” means the Recipient’s National Department of Health, or any successor thereto.
34. “National DLIs” means, collectively, the DLIs set to be achieved at the national level by NDOH, as set forth in the table in Schedule 4 to this Agreement; and “National DLI” means, individually, any of them.
35. “National Health Service Standards” means the National Health Service Standards for Papua New Guinea 2011-2020, issued by the Recipient’s government on June 2011.

36. “Operating Costs” means the reasonable incremental expenses incurred by the Recipient on account of the implementation, management and monitoring and evaluation of the Project, based on the Annual Work Plans and Budgets accepted ex-ante by the Association, including rental of office space, bank charges, communications, advertising costs, utilities, stationery, vehicle operation, maintenance, insurance and transportation costs, but excluding salaries, fees, honoraria, bonuses, and any other salary supplements of any of the Recipient’s civil servants.
37. “Outreach Visit” means a visit conducted in accordance with the DLI Operational Manual by a health facility staff to a lower level health facility or a community in a Selected Province, with the objective of delivering health services.
38. “PHA Act” means the Recipient’s Provincial Health Authorities Act 2007, No. 9 of 2007, as such act may be amended from time to time.
39. “PHA Board” means, in relation to a PHA, the board of governance of such PHA, established pursuant to the PHA Act.
40. “PHA Performance Funds” means funds allocated to a Province from NDOH’s budget for the achievement of DLIs, in accordance with the details set forth in the DLI Operational Manual.
41. “Procurement Regulations” means, for purposes of paragraph 87 of the Appendix to the General Conditions, the “World Bank Procurement Regulations for IPF Borrowers”, dated July 2016, revised November 2017 and August 2018.
42. “Project Coordination Unit” means the unit established within NDOH, referred to in Sections I.A.2 and I.A.3 of Schedule 2 to this Agreement.
43. “Project Operational Manual” means the Project’s operational manual referred to in Section I.C.1(a) of Schedule 2 to this Agreement, in form and substance satisfactory to the Association, to be adopted by the Recipient in accordance with the provisions of the said section; as said manual may be modified from time to time with prior approval in writing of the Association, and such term includes the DLI Operational Manual and any other schedules or annexes to the Project Operational Manual.
44. “Provinces” means, for the purpose of this Agreement, collectively: (a) the provinces of the Recipient, declared as such pursuant to Section 5 of the Constitution of the Independent State of Papua New Guinea; and (b) the National Capital District; and “Province” means any of such Provinces.

45. “Provincial DLIs” means, collectively, the DLIs set to be achieved at the provincial level by Selected Provinces, as set forth in the table in Schedule 4 to this Agreement; and “Provincial DLI” means, individually, any of them.
46. “Provincial Health Authority” or its acronym “PHA” means a provincial health authority established pursuant to the PHA Act; and “Provincial Health Authorities” or “PHAs” means all such PHAs.
47. “Provincial Performance Dashboard” means a dashboard developed and adopted by a Selected PHA in accordance with the details set forth in the DLI Operational Manual, which contains, *inter alia*, critical health performance data of such Selected PHA.
48. “Safeguard Instruments” means, collectively, the ESMF and ESMPs; and “Safeguard Instrument” means any of such Safeguard Instruments.
49. “Safeguard Policies” means the Operational Policies (OPs) and Bank Procedures (BPs) of the Association, namely OP/BP 4.01 (Environmental Assessment), OP/BP 4.04 (Natural Habitats), OP/BP 4.09 (Pest Management), OP/BP 4.10 (Indigenous Peoples), OP/BP 4.11 (Physical Cultural Resources), OP/BP 4.12 (Involuntary Resettlement), OP/BP 4.36 (Forests), and OP/BP 4.37 (Safety of Dams); they can be found at <https://policies.worldbank.org>.
50. “Selected PHA” means the PHA of a Selected Province; and “Selected PHAs” means, collectively, all such Selected PHAs.
51. “Selected Province” means an Early Adopter Province or an Expansion Province; and “Selected Provinces” means, collectively, all Early Adopter Provinces and Expansion Provinces.
52. “Signature Date” means the later of the two dates on which the Recipient and the Association signed this Agreement and such definition applies to all references to “the date of the Financing Agreement” in the General Conditions.
53. “Supportive Supervision Plan” means a plan adopted by the PHA Board in accordance with the details set forth in the DLI Operational Manual, outlining, *inter alia*, measures for improving the delivery of Frontline Health Services in a Selected Province and addressing any performance concerns.
54. “Training and Workshops” means the reasonable costs of training and workshop activities under the Project, based on the Annual Work Plans and Budgets accepted ex-ante by the Association, including preparation and reproduction of training materials, rental of facilities, reasonable transportation costs, per diem of trainers and trainees (if applicable), and any other expenses directly related to course preparation and implementation.

55. “Year 1” means the period from December 1, 2019 to June 30, 2021; “Year 2” means the period from July 1, 2021 to June 30, 2022; “Year 3” means the period from July 1, 2022 to June 30, 2023; “Year 4” means the period from July 1, 2023 to June 30, 2024; “Year 5” means the period from July 1, 2024 to June 30, 2025; and “Year” means any of such Year 1 to Year 5.