

February 2, 1996

His Excellency Rui Dia de Souza
Minister of Finance
Bissau
Republic of Guinea Bissau

Excellency:

Energy Project (Credit No 2237-GUB)
Amendment to the Development Credit Agreement

We refer to the Development Credit Agreement (the Agreement) for the above-mentioned Project, dated August 21, 1991, between the Republic of Guinea Bissau (the Borrower) and the International Development Association (the Association) as amended and restated in the Agreement, dated July 13, 1995, as well as to your letter dated, December 21, 1995, requesting an amendment to the Agreement.

We are pleased to inform you that the Association agrees with the Borrower's request and proposes the following amendments to the Agreement:

1. Categories 2 and 7 of the table in Schedule 1 are amended as follows:

Category	"Amount of the Credit Allocated (Expressed in SDR equivalent)	% of Expenditures to be financed
(2) Consultants' services including training	1,280,000	100%
(7) Unallocated	810,000"	

2. A new category (8) is added to the table of Schedule 1 to read as follows:

Category	"Amount of the Credit Allocated (Expressed in SDR equivalent)	% of Expenditures to be financed
(8) Operating costs for Part A.1 of the Project	50,000	75%"

3. The following new paragraph 3 is added to Schedule 1:

"3. For the purposes of this Schedule, the term 'operating costs' includes expenditures for fuel, per diem, communications and office supplies in relation with the work conducted by the Technical Cell of the DGEI."

Please confirm your agreement to the amendment by countersigning, dating and returning to us the enclosed copy of this letter. This amendment shall become effective as of the date of countersignature.

Sincerely,

Jean-Louis Sarbib
Director

Western Africa Department
Africa Region

CONFIRMED:

REPUBLIC OF GUINEA BISSAU

By: Rui Dia De Souza
Authorized Representative

Date: March 4, 1996

