

CONFORMED COPY

CREDIT NUMBER 3180-1-MAG  
(Amendment)

Agreement Amending  
Project Agreement

(Third Social Fund Project)  
Cyclone Rehabilitation Activities

between

INTERNATIONAL DEVELOPMENT ASSOCIATION

and

FONDS D'INTERVENTION POUR LE DEVELOPPEMENT

Dated July 21, 2000

CREDIT NUMBER 3180-1-MAG  
(Amendment)

AMENDING PROJECT AGREEMENT

AGREEMENT, dated July 21, 2000 between INTERNATIONAL DEVELOPMENT ASSOCIATION (the Association) and FONDS D'INTERVENTION POUR LE DEVELOPPEMENT (FID).

WHEREAS (A) by the Agreement Amending Development Credit Agreement of even date herewith between Republic of Madagascar (the Borrower) and the Association, the Association has agreed to make available to the Borrower an amount in various currencies equivalent to twenty four million four hundred thousand Special Drawing Rights (SDR 24,400,000), on the terms and conditions set forth in the Amending Agreement, but only on condition that FID agree to undertake such obligations toward the Association as are set forth in this Agreement;

WHEREAS FID, in consideration of the Association's entering into the Amending Agreement with the Borrower, has agreed to undertake the obligations set forth in this Agreement;

NOW THEREFORE the parties hereto hereby agree as follows:

ARTICLE I

Amending Project Agreement

Section 1.01. The following amendments shall be made in Schedule 1 to the Project Agreement:

(A) Part C of Section I is amended to read as follows:

"Part C: Other Procurement Procedures

1. National Competitive Bidding

Goods estimated to cost less than US\$120,000 equivalent per contract, up to an aggregate amount not to exceed \$200,000 equivalent for goods may be procured under contracts awarded in accordance with the provisions of paragraph 3.3 and 3.4 of the Guidelines.

2. National Shopping

Office supplies and furniture estimated to cost less than \$30,000 equivalent per contract, up to an aggregate amount not to exceed \$200,000 equivalent, may be procured under contracts awarded on the basis of national shopping procedures in accordance with the provisions of paragraph 3.5 of the Guidelines.

3. Community Participation

Goods and works up to an aggregate amount equivalent to \$25,300,000 required for Sub-projects may be procured as specified in paragraph 3.15 of the Guidelines in accordance with provisions of the Procedures Manuals of FID acceptable to the Association, and as may be amended from time to time with the prior approval of the Association: (1) the procedures manual dated May 19, 2000 (Projets Communautaires) for the community sub-projects implemented by the communities themselves; (2) the procedures manual dated November 1, 1999 (Infrastructures de Base) for the community sub-projects implemented by the FID under delegated contract management; and (3) the procedures manual dated December 1996 (Appui au Secteur Privé) for the training of FIDs partners."

(B) Paragraph 2, Part D in Section I shall be amended to read as follows:

"2. Prior Review

With respect to each contract for goods and works estimated to cost the equivalent of \$100,000 or more, the procedures set forth in paragraphs 2 and 3 of Appendix 1 to the Guidelines shall apply."

(C) A new paragraph 4 to read as follows is added in Part C of Section II:

"4. Consultants for Sub-projects

Consultants for Sub-projects contracted by communities not exceeding \$10,000 per contract, in an aggregate amount not to exceed \$1,300,000, may be procured in accordance with the provisions of paragraph 3.19 of the Guidelines and in accordance with modalities and procedures which are detailed in the Procedures Manuals of FID acceptable to the Association, and as may be amended from time to time with the prior approval of the Association: (i) the procedures manual dated May 19, 2000 (Projets Communautaires) for the community sub-projects implemented by the communities themselves; (ii) the procedures manual dated November 1, 1999 (Infrastructures de Base) for the community sub-projects implemented by the FID under delegated contract management; and (iii) the procedures manual dated December 1996 (Appui au Secteur Privé) for the training of FIDs partners."

Section 1.02. This Amending Project Agreement shall come into force and effect on the date upon which the Amending Agreement shall become effective.

IN WITNESS WHEREOF, the parties hereto, acting through their duly authorized representatives, have caused this Agreement to be signed in their

respective names in the District of Columbia, United States of America, as of the day and year first above written.

INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Callisto Madavo

Regional Vice President  
Africa

FONDS D'INTERVENTION POUR LE DEVELOPPEMENT

By /s/ Zina Andrianarivelo-Razafy

Authorized Representative

