

CONFORMED COPY

October 21, 2002

Mr. Monther Khleifat, Eng.
Secretary General
The Water Authority of Jordan
P.O. Box 2412-5012
Amman
The Hashemite Kingdom of Jordan

Re: Loan No. 4445-JO
(Amman Water and Sanitation Management Project)
Amendment to the Project Agreement

Dear Secretary General:

We refer to the Project Agreement between the Water Authority of Jordan (WAJ) and the International Bank for Reconstruction and Development (the Bank) dated March 18, 1999 (Project Agreement).

We also refer to the understanding between the representatives of the Ministry of Water and Irrigation and the Bank reached during the Project's mid-term review in May 2002, and to your letter (Ref. WA-7-2-14121) dated August 15, 2002 to increase the threshold for national competitive bidding in order to accommodate future procurement for the proposed extension of the Management Contract.

The Bank, after due consideration, accedes to the request. Accordingly, Paragraph 1, Part C, Schedule 2 to the Project Agreement is amended to read as follows:

“1. National Competitive Bidding

Works estimated to cost less than \$2,500,000 equivalent per contract, up to an aggregate amount not to exceed \$15,000,000, and goods estimated to cost less than \$500,000 equivalent per contract, up to an aggregate amount not to exceed \$5,000,000, may be procured under contracts awarded in accordance with the provisions of paragraphs 3.3 and 3.4 of the Guidelines.”

Please confirm your agreement to the foregoing amendment by signing and dating the form of confirmation set forth below. Please return to us one fully executed original of this amendment letter and retain the other original for your records.

Upon receipt by the Bank of the countersigned amendment letter, this amendment letter shall become effective as of the date of the countersignature by WAJ.

Very truly yours,

INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT

/s/ Joseph Saba
Joseph Saba
Director
Middle East Department
Middle East and North Africa Region

CONFIRMED:

WATER AUTHORITY OF JORDAN

By /s/ Mr. Monther Khleifat, Eng.
Authorized Representative

Name: Monther Khleifat, Eng.

Title: Secretary General

Date: November 6, 2002