

CONFORMED COPY

1 December 2010

H.E. Mr. Pekka Lintu
Ambassador
Embassy of Finland to the United States
3301 Massachusetts Avenue Northwest
Washington, D.C. 20008

Dear Sir:

**Trust Fund Administration Arrangement between the Ministry for
Foreign Affairs of Finland and the International Bank for Reconstruction
and Development and the International Development Association
concerning the KP/FATA/Balochistan Multi-Donor Trust Fund
(TF No.071424)
First Amendment to Administration Arrangement**

We refer to the Administration Arrangement dated 12 Nov 2010, between the Ministry of Foreign Affairs of Finland (the "Donor"), on the one part, and the International Bank for Reconstruction and Development and the International Development Association (collectively, the "Bank"), on the other part (the "Administration Arrangement"), pursuant to which the Donor has made available to the Bank the sum of three million Euros (€3,000,000) (the "Original Contribution") as a grant for the purpose of contributing to the for the KP/FATA/Balochistan Trust Fund (the "Trust Fund").

We acknowledge the intention of the Donor to increase its contribution to the Trust Fund by an additional two million six hundred sixty three thousand five hundred ninety six Euros (€2,663,596) (the "Additional Contribution"). After the Additional Contribution has been received by the Bank, the aggregate contribution to the Trust Fund will be five million six hundred sixty three thousand five hundred ninety six Euros (€5,663,596).

The Additional Contribution shall be provided in accordance with the schedule below:

| <u>Date</u> | <u>Amount</u> |
|---|-------------------|
| 1) A first installment to be deposited promptly upon following the countersignature of this letter of amendment, in an amount of: | €695,693 |
| 2) A second installment to be deposited on or after 2011, in an amount of: | €1,967,903 |
| TOTAL (Additional Contribution) | €2,663,596 |

Following your countersignature of this amendment to the Administration Arrangement, the Donor will deposit the Additional Contribution into a bank account designated by the Bank. Pursuant to paragraph 6 of the Administration Arrangement, upon receipt of the funds, the Bank shall convert the grant funds into United States dollars.

All the terms and conditions of the Administration Arrangement, that have not been hereby explicitly amended shall remain unchanged and in full force and effect. However, for the purposes of paragraph 3 of the Administration Arrangement, the term "Contribution" shall be construed to refer to the Original Contribution, exclusively.

We propose that this amendment to the Administration Arrangement shall, upon confirmation in the manner indicated below, constitute an agreement between the Donor and the Bank. This amendment to the Administration Arrangement shall become effective upon signature by both parties. It is the Bank's policy to make publicly available the Administration Arrangement and any information related thereto, including this amendment. By confirming below, the Donor consents to disclosure of this amendment letter after it has become effective.

Sincerely,

**INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION**

/s/ Isabel M. Guerrero
Isabel M. Guerrero
Vice President
South Asia Region

**Confirmed and Agreed:
MINISTRY FOR FOREIGN AFFAIRS OF FINLAND**

By: /s/ Pekka Lintu

Date: 1 December 2010

Pekka Lintu
Ambassador of Finland to the
United States of America