

28-May-2020

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Mr. S. R. Attygalle  
Secretary  
Ministry of Finance  
Colombo 1, Sri Lanka

**Re: Democratic Socialist Republic of Sri Lanka - Ecosystem Conservation and Management Project (Credit No.5792-LK)  
Cancellation of Credit Proceeds**

Dear Mr. Attygalle:

We refer to the Amended and Restated Original Financing Agreement (“Agreement”) dated April 23, 2020 between the Democratic Socialist Republic of Sri Lanka (“Recipient”) and the International Development Association (“Association”) for the Ecosystem Conservation and Management Project (“Project”).

We also refer to the letter (“Letter”) dated May 6, 2020 from Deputy Secretary to the Treasury, Department of External Resources, Ministry of Finance, requesting a restructuring of the Project, which requires partial cancellation.

In view of the foregoing, and in accordance with the provisions of Section 6.01 of the General Condition for Credits applicable to the above-mentioned Agreement, the Association hereby cancels, effective as of May 6, 2020 (the date the Association received the Recipient’s request letter) an amount of SDR 7,344,355 from Credit No. 5792-LK.

The withdrawal schedule set forth in the table in Section IV.A.2 of Schedule 2 to the Agreement is hereby amended to read as set out in Attachment 1 to this letter.

All other provisions of the Agreement, except as revised herein, remain unchanged. Please note that the other amendments to the Agreement, as requested in the Letter, will be processed separately.

Please confirm your agreement to the foregoing on behalf of the Recipient by countersigning and dating the corresponding form of confirmation set forth below and returning one fully countersigned original of this amendment letter to us and retaining one original for your records.

Sincerely,

*Idah Z. Pswarayi-Riddihough*

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Idah Z. Pswarayi-Riddihough  
Country Director for Sri Lanka and Maldives  
South Asia Region

**AGREED:**  
**Democratic Socialist Republic of Sri Lanka**

By: S. R. Attygalle  
Name: S. R. Attygalle  
Title: Secretary to the Treasury  
Date: 03-Jun-2020

**Revised Withdrawal Table**  
**Section IV.A.2 of Schedule 2 to the Agreement**

<b>Category</b>	<b>Amount of the Financing Allocated (expressed in SDR)</b>	<b>Percentage of Expenditures to be Financed (inclusive of Taxes)</b>
(1) Goods, works, non-consulting services, consultants' services and Training under Parts 1, 2 and 3 of the Project	3,231,516	100% until the September 21, 2018
(2) Goods, non-consulting services, consultants' services, Incremental Operating Costs, and Training under Part 4 of the Project	1,211,820	100%
(3) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs under Parts 1, 2 and 3 of the Project	20,518,535	100% after September 21, 2018
(4) Payments made for the Work for Cash Program under the Project	293,774	100% of amount disbursed after September 21, 2018
(5) Emergency Expenditure under Part 5 of the Project	0	100%
Cancellation as of May 06, 2020	7,344,355	
<b>TOTAL AMOUNT</b>	<b>32,600,000</b>	