

ROMANIA

October 2, 1996

International Bank for Reconstruction  
and Development  
1818 H Street N.W.  
Washington, D.C. 20433  
United States of America

Dear Sirs and Mesdames:

Re: Loan No. 4096 RO  
(Reform of Higher Education and Research Project)  
Indicators

In connection with the Loan Agreement of this date between International Bank for Reconstruction and Development (the Bank) and Romania (the Borrower) for the above-captioned Project, I am writing on behalf of the Borrower to confirm our understanding and agreement that, for the purposes of paragraph 1 (a) of Schedule 5 to the Loan Agreement, and unless the Borrower and the Bank shall otherwise agree, the expression "indicators satisfactory to the Bank" refers to the indicators set forth in the Annex hereto.

Very truly yours,

ROMANIA

By /s/ Mircea Geoana  
Authorized Representative

Enclosure

