

October 12, 2000

H.E. Felistas V. Khayumba
Charge d'Affaires
Republic of Kenya
2249 R Street, NW
Washington D.C. 20008
United States of America

Excellency:

Re: Credit No. 3415-KE
(HIV/AIDS Disaster Response Project)
Development Credit Agreement {Article I, Section 1.01

(a)}

List of Participating Countries

We refer to the Development Credit Agreement (the Agreement) of even date herewith between the Republic of Kenya (the Borrower) and the International Development Association (the Association). Pursuant to Resolution No. IDA 183 of the Board of Governors of the Association and, more particularly, to the definition of "Participating Countries" to be found in Section 1.01 (a) of the Agreement, we have to inform you that, for purposes of the Agreement, the following countries are not "Participating Countries" and, therefore, not eligible to supply goods and services under the Credit:

Bahamas, Bahrain, Barbados, Brunei Darussalam, Cyprus, Qatar, Oman, Singapore and United Arab Emirates.

This list of ineligible countries is in addition to the list of ineligible countries under paragraphs 1.6 and 1.8 of the "Guidelines for Procurement under IBRD Loans and IDA Credits" published by the Bank in January 1995 and revised in January and August 1996, September 1997 and January 1999 (the Guidelines).

In accordance with the operational policies of the Association, the term "ineligible countries" applies both to the nationality of bidders, and to the source of goods and services provided.

Please confirm your agreement to the foregoing by signing the enclosed copy of this letter and returning it to us for our records.

Sincerely yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Callisto Madavo
Regional Vice President, Africa

CONFIRMED AND AGREED:

REPUBLIC OF KENYA

By /s/ Felistas V. Khayumba
Authorized Representative



