July 30, 1997

Mr. Sudhakar Rao Economic Minister Embassy of India 2107 Massachusetts Avenue, N.W. Washington, D.C. 20008

Dear Sir:

Interim Fund Credit No. N018 IN

(Reproductive and Child Health Project) Interim Fund Development

Credit

Agreement (Article I, Section 1.01) List of

Non-Participating Countries

We refer to the above-referenced Interim Fund Development Credit Agreement (the Agreement) negotiated between India (the Borrower) and the International Development Association (the Association) as Administrator (the Administrator) of the Interim Trust Fund established with funds contributed by certain members of the Association pursuant to Resolution No. IDA 184 of the Board of Governors of the Association. We refer more particularly to the definition of "Participating Countries" found in Section 1.01(c) of the Agreement.

Please be advised that, for purposes of the Agreement, the following countries are not "Participating Countries," and therefore are not eligible to supply goods and services under the Interim Fund Credit: Bahamas, Bahrain, Barbados, Brunei Darussalam, Cyprus, Israel, Kuwait, Oman, Qatar, Singapore, United Arab Emirates and United States. 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.

In accordance with the operational policies of the Administrator, 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 as Administrator of the
Interim Trust Fund established with funds
contributed by certain members of
International Development Association
pursuant to Resolution No. IDA 184 of the
Board of Governors of International
Development Association

By: /s/ Mieko Nishimizu Regional Vice President South Asia

CONFIRMED:

INDIA

By: /s/ Sudhakar Rao Authorized Representative

Date: 7/30/97