July 3, 1997

Minister of Finance Ministry of Finance N'Djaména Republic of Chad

Re: Interim Fund Credit No. N030 CD

(Second Structural Adjustment Credit)

Interim Fund Development Credit Agreement (Article I, Section 1.01

(c))

List of Participating Countries

Dear Sir:

We refer to the Interim Fund Development Credit Agreement (the Agreement) of even date herewith between the Republic of Chad (the Borrower) and the International Development Association (the Association) as Administrator of the Interim Trust Fund (the Administrator) and, more particularly, to the definition of "Participating Countries" to be found in Section 1.01 (c) thereof.

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 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 (the Guidelines).

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

Ву

Acting Regional Vice President Africa

CONFIMED AND AGREED:

REPUBLIC OF CHAD

Ву

Authorized Representative