

December 15, 1995

The Honourable Simon Mbilinyi
Minister of Finance
Ministry of Finance
P.O. Box 9111
Dar es Salaam, Tanzania

Dear Sir:

TANZANIA: Credit No. 2095-TA (Port Modernization Project)
Amendment to the Development Credit Agreement

We refer to the Development Credit Agreement for the above-mentioned Project, dated May 7, 1990, between United Republic of Tanzania (the Borrower) and International Development Association (the Association), as amended to date and to the letter from your Ministry, dated October 4, 1995, requesting the inclusion in the Project of the refurbishment of Customs buildings, and the provision of equipment and facilities for the strengthening of Customs transit capacity.

This letter is to inform you of our agreement to this request and to propose the following amendments to the Development Credit Agreement.

1. The table in paragraph 1 of Schedule 1 is amended as appears in the Attachment to this letter, by the creation of a new Category (6) for Civil works for Part D.5 of the Project and the reallocation of funds between Categories (4), (5) and (6).

2. Paragraph 2 of Schedule 1 is amended to read as follows:

"2. For the purposes of this Schedule:

(a) the term "foreign expenditures" means expenditures in the currency of any country other than that of the Borrower for goods and services supplied from the territory of any country other than that of the Borrower; and

(b) the term "local expenditures" means expenditures in the currency of the Borrower or for goods and services supplied from the territory of the Borrower."

3. Part D. 5 of Schedule 2 is amended by the addition of new Parts as follows:

"(d) Rehabilitation of Customs Department buildings to accommodate the new computerized system for processing Customs documentation.

(e) Acquisition of equipment and related facilities for the strengthening of the control of transit traffic."

All provisions of the Development Credit Agreement, except as amended herein, shall remain in full force and effect.

Kindly countersign, date and return to us the enclosed copy of this letter. These amendments shall be effective as of the date of countersignature by your authorized representative.

Sincerely,

James W. Adams
Director
Eastern Africa Department
Africa Region

Attachment

CONFIRMED:

UNITED REPUBLIC OF TANZANIA

By: Peter Ngumbullu
Authorized Representative

Date: January 5, 1996

Attachment

Category	Amount of the Credit Allocated (expressed in SDR Equivalent)	% of Expenditures to be Financed
(1) Civil works, except for Part D.5 of the Project	11,000,000	100% of foreign expenditures
(2) Equipment, except for Part D.5 of the Project	5,390,000	100% of foreign expenditures
(3) Consultants' services and training, except for Part D.5 of the Project	5,827,000	100% of foreign expenditures
(4) Consultants' services and training for Part D.5 of the Project	520,000	100%
(5) Equipment for Part D.5 of the Project	540,000	100%
(6) Civil works for Part D.5 of the Project	920,000	100% of foreign expenditures and 90% of local expenditures
(7) Unallocated	4,703,000	
	<hr/>	
TOTAL	28,900,000 =====	

