July 18, 2013

His Excellency Aiuba Cuereineia
Minister of Planning and Development
Ministry of Planning and Development
Maputo, Mozambique

Excellency:

REPUBLIC OF MOZAMBIQUE:
Education Sector Support Project
(EFA-FTI CF GRANT NUMBER TF099811-MZ)
Amendment No. 1 to the Education For All Fast Track Initiative Catalytic Fund Grant Agreement

We refer to the Education For All Fast Track Initiative Catalytic Fund Grant Agreement ("Agreement") dated July 18, 2011, between the Republic of Mozambique ("Recipient") and the International Development Association ("World Bank") (acting as Administrator of the Education For All Fast Track Initiative Catalytic Fund) for the above mentioned Project ("Project"). We also refer to your letter dated June 20, 2013, requesting the World Bank to amend the Agreement by modifying the disbursement percentage to 100% of expenditures to be financed as Eligible Expenditures in each Category under the Project.

We, therefore, propose to amend the Agreement in respect of the provisions below:

1. The disbursement table in Section IV of Schedule 2 to the Agreement is deleted in its entirety and is replaced with the Annex attached to this amendment letter.

2. Sub-paragraph B.1(b) in Section IV of Schedule 2 to the Agreement is amended to read as follows:

"(b) in any Fiscal Year commencing in Fiscal Year 2012, until: (i) the Recipient has furnished to the World Bank, in form and substance satisfactory to the World Bank, a proposed Annual Action Plan containing details of the annual program of activities proposed for inclusion in the Project during the following Fiscal Year, including the details of aggregate expenditures required for such activities, and a proposed financing plan for such expenditures, setting forth the proposed sources of financing; and (ii) such Annual Action Plan has been approved by the World Bank; or"

3. Definition No. 2 in Appendix to the Agreement is deleted.

All other provisions of the Agreement, except amended herein, shall remain in full force and effect.
Please indicate your agreement with the foregoing amendments to the Agreement on behalf of the Recipient by countersigning and dating the two original copies of this letter and returning one countersigned original to us. Upon receipt by the World Bank of this countersigned copy, this amendment shall become effective as of July 1, 2013.

Sincerely
INTERNATIONAL DEVELOPMENT ASSOCIATION
(acting as Administrator of the Education For All Fast Track Initiative Catalytic Fund)

Young Chul Kim
Acting Country Director
Mozambique, Angola and São Tomé & Príncipe
Africa Region

AGREED:

REPUBLIC OF MOZAMBIQUE

Name: H.E. Aiuba Cuereneia
Title: Minister
Date: 29th July 2013
Revised Disbursement Table for Education Sector Support Project
(EFA-FTI CF GRANT NUMBER TF099811-MZ)

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goods, Works, Consultants' Services, Non-Consulting Services, Training, and Operating Costs for the Project</td>
<td>90,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>90,000,000</td>
<td></td>
</tr>
</tbody>
</table>