January 25, 2011

H.E. Svend Olling  
Ambassador  
Embassy of Denmark  
House 1, Road 51  
Gulshan 2  
Dhaka 1212

Dear Ambassador Olling:

Amendment to the Trust Fund Administration Agreement between Denmark, represented by the Danish Ministry of Foreign Affairs acting through the Embassy of Denmark and the International Development Association concerning the Multi-Donor Trust Fund for Strengthening Public Expenditure Management Program (SPEMP) (Trust Fund No. TF071187)

We refer to the Trust Fund Administration Agreement, dated May 10, 2009, between Denmark, represented by the Danish Ministry of Foreign Affairs acting through the Embassy of Denmark, Bangladesh (the Donor) and the International Development Association (the Association) for the Multi-Donor Trust Fund for Strengthening Public Expenditure Management Program in Bangladesh (the Trust Fund).

We also refer to the discussions between representatives of the Donor and our staff regarding increasing the Donor’s contribution to the Trust Fund in the amount of seventy five million Danish Kroner (DKK 75,000,000). Accordingly, we would like to propose to amend the Trust Fund Administration Agreement as set forth below:

1. Paragraph 1 of the Trust Fund Administration Agreement is hereby amended to read as follows:

   “1. We are pleased to acknowledge on behalf of the International Development Association ("IDA") the intention of Denmark, represented by the Ministry of Foreign Affairs acting through the Embassy of Denmark, Bangladesh (the ‘Donor’) to make available as a grant: (i) the sum of fifteen million Danish Kroner (DKK 15,000,000.00) from the Human Rights and Good Governance Programme in Bangladesh, Phase II (2006-2010); and (ii) the sum of seventy five million Danish Kroner (DKK 75,000,000.00) from the Human Rights and Good Governance Programme in Bangladesh, Phase III (July’2011-June’2016) (collectively, the “Contribution”), for the Multi-Donor Trust Fund for Strengthening Public Expenditure Management Program in Bangladesh (the “Project”). Other donors are also expected to contribute to this trust fund on the terms and conditions specified in the Annexes to this Agreement.”

2. The schedule in paragraph 4 of the Trust Fund Administration Agreement is hereby amended to read as follows:

   “(a) upon countersignature of this Agreement by the Donor and submission of a payment request by IDA, fifteen million Danish Kroner (DKK 15,000,000.00); and
(b) upon countersignature of this amendment and upon submission of a payment request by IDA, on the following dates, or any day thereafter, seventy five million Danish Kroner (DKK 75,000,000.00) will be disbursed as per the following schedule:

<table>
<thead>
<tr>
<th>Date</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>01 July 2011</td>
<td>9.25 million DKK</td>
</tr>
<tr>
<td>15 December 2011</td>
<td>9.25 million DKK</td>
</tr>
<tr>
<td>1 July 2012</td>
<td>9.25 million DKK</td>
</tr>
<tr>
<td>15 December 2012</td>
<td>9.25 million DKK</td>
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<tr>
<td>1 July 2013</td>
<td>9.50 million DKK</td>
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<tr>
<td>15 December 2013</td>
<td>9.50 million DKK</td>
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<tr>
<td>1 July 2014</td>
<td>9.50 million DKK</td>
</tr>
<tr>
<td>15 December 2014</td>
<td>9.50 million DKK</td>
</tr>
</tbody>
</table>

All the terms and conditions of the Trust Fund Administration Agreement that have not been amended hereby will remain unchanged and in full force and effect.

We propose that, upon receipt by the Association of the duly countersigned copy of this Amendment to the Trust Fund Administration Agreement, it will become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

/s/: Sanjay Kathuria
Sanjay Kathuria
Acting Country Director

CONFIRMED AND APPROVED:

DENMARK
MINISTRY OF FOREIGN AFFAIRS

By:  /s/: Svend Olling

Name: H.E. Svend Olling  
Title: Ambassador, Embassy of Denmark  
Date: 27/1 2011