H. E. Somdy Douangdy  
Minister of Finance  
Ministry of Finance  
23 Singha Road  
Saysetha District  
Vientiane, Lao PDR

Re: Lao PDR: Community Nutrition Project  
European Union Food Crisis Rapid Response Facility Trust Fund Grant  
(EU FCRRF Gr. No. TF097071)

Amendment to EU FCRRF Trust Fund Grant Agreement

Dear Sir,

We refer to the European Union Food Crisis Rapid Response Facility (EU FCRRF) Trust Fund Grant Agreement dated August 12th 2010 between Lao People’s Democratic Republic and the International Development Association ("Association"), acting as administrator of the EU FCRRF Trust Fund, for the Community Nutrition Project (the Project) (Gr. No. TF097071) (EU FCRRF Trust Fund Grant Agreement). We refer to and acknowledge with thanks receipt of your letter dated February 17th 2011, requesting the Association for modifications to the EU FCRRF Trust Fund Grant Agreement.

We are pleased to inform you that, after due consideration, the Association concurs with the request. To give effect to such request, the Association agrees to amend the EU FCRRF Trust Fund Grant Agreement as follows:

a. Section IV.B.2 is hereby replaced with “The Closing Date is December 31st, 2011.

b. Section I. Paragraph 2 of the Appendix is amended and hereby will read as “Incremental Operating Costs” means reasonable expenditures incurred by the Recipient in managing and coordinating the implementation of the Project, including costs of office equipment and supplies, software, translation costs, travel costs including per diems and lodging of staff, fuel costs, vehicle maintenance, communication, utilities, consumables, and training and workshops conducted in the territory of the Recipient, including purchase and publication of materials, rental of facilities, course fees, and travel, accommodation and subsistence of trainees, which expenditures would not have been incurred absent the Project but excluding salaries or salary supplements of officials of the Recipient’s civil service.
c. Schedule 1, Paragraph 2 is hereby amended to read as: "The description of the Project in Schedule 1 to the FPC Agreement is incorporated by reference in this Schedule 1 to the Agreement, as amended from time to time."

Except as specifically amended herein, all other provisions of the EU FCRRF Trust Fund Grant Agreement shall remain in full force and effect.

Please confirm your agreement with this amendment by countersigning, dating and returning to us the enclosed copy of this letter. Upon receipt by the Association of the countersigned copy of this letter, this amendment shall become effective as of the date of such countersignature.

Sincerely Yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION
acting as administrator of the European Union Food Crisis Rapid Response Facility Trust Fund

/s/ Annette Dixon
Annette Dixon
Country Director, Lao PDR
East Asia and Pacific Region

AGREED:
LAO PEOPLE’S DEMOCRATIC REPUBLIC

By: /s/ Khamphan Khounbolin
Title: Vice Minister of Finance
Date: June 30, 2011