July 12, 2012

Hon. Lisiate ‘Akolo
Minister of Finance
Ministry of Finance and National Planning
Vuna Road
P.O. Box 87, Nuku’alofa
KINGDOM OF TONGA

Tonga: Transport Sector Consolidation Project
PRIF Multi-Donor Trust Fund Grant No. TF099585

Letter of Amendment

Excellency

We refer to the PRIF Multi-Donor Trust Fund Grant Agreement (the “Grant Agreement”) for the above-captioned Project dated July 29, 2011 between the Kingdom of Tonga (the "Recipient") and the International Bank for Reconstruction and Development and the International Development Association (collectively, the “World Bank”), acting as administrator of grant funds provided by the Australian Agency for International Development (“Donor”) through the Pacific Region Infrastructure Facility (“PRIF”) multi-donor trust fund.

We are pleased to inform you that, further to discussions between our staff (as per paragraph 41 through 43 of the TSCF Aide Memoire dated March-April 2012), the World Bank hereby agrees to amend the Agreement as follows:

1. Section 2.02 of the Grant Agreement is amended by replacing the expression “Ministry of Transport” with “Ministry of Infrastructure.”

2. Section 3.02 of the Grant Agreement is amended to read as follows:

“3.02. Withdrawal Conditions. Notwithstanding the provisions of Section 3.01 of this Agreement, no withdrawal shall be made for payments made prior to the date of countersignature of this Agreement by the Recipient, except that withdrawals up to an aggregate amount not to exceed $1,030,000 equivalent may be made for payments made prior to this date but on or after January 1, 2011, for Eligible Expenditures.”
Except as specifically amended herein, all other terms and provisions of the Grant Agreement shall remain in full force and effect.

Please confirm the Recipient’s agreement to the foregoing by having an authorized official of the Recipient sign and date the enclosed copy of this Letter of Amendment, and returning it to the World Bank.

This Letter of Amendment shall become effective on the date of the Recipient’s countersignature of this Letter of Amendment.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

By
Ferid Belhaj
Country Director
Timor-Leste, Papua New Guinea
and Pacific Islands
East Asia and Pacific Region

AGREED:
KINGDOM OF TONGA

By
Authorized Representative
Name: LISIATE ‘AKOLO
Title: MINISTER FOR FINANCE & NATIONAL PLANNING
Date: 1 JULY 2012

CC: Hon. Samiu Kuita Vaipulu, Deputy Prime Minister, Minister of Works and Minister of Transport
Mr. Tiofilusi Tiueti, Secretary for Finance
Mr. Viliami Maake, Chief Executive Officer, Tonga Airports Ltd.
Ms. Anne Marie Bishop, Procurement Advisor, PMU, Ministry of Transport
Mr. Hekinus Manao, Executive Director, World Bank
Mr. Saia Faletau, World Bank-ADB Liaison Officer