H. E. Bader Eldin Mahmoud Abbas
Minister of Finance and National Economy
Ministry of Finance and National Economy
Khartoum, Republic of the Sudan

SPF Grant No. TF016068
Sudan Peace-building for Development Project
Amendment to the Grant Agreement

Excellency:

1. We refer to the Grant Agreement dated January 22, 2014, between the Republic of Sudan ("Recipient") and the International Development Association ("World Bank"), acting as administrator of grant funds provided by various donors ("Donors") under the State-and-Peace-Building Fund, for the above-mentioned Project. We also refer to your letter dated June 21, 2015, requesting changes to the Project activities and reallocation of the grant proceeds amongst components.

2. We are pleased to inform you that the World Bank has agreed to your request and consequently, the Grant Agreement is amended to read as set forth below:

3. Part 1 under paragraph 2.01 of the Annex to the Grant Agreement is amended to read as follows:

   “Part 1. Peace-building and Social Development

   Carrying out of a program of activities in Targeted Localities to strengthen an environment of trust, promote mutual dialogue and enhance cooperation for development among divergent communities and livelihood groups, such a program to include such activities as: (a) developing and implementing a community based early warning system to collect, collate and disseminate information on resource-related issues and creation of visualization maps of SPDPEP target areas; (b) implementing community outreach programs through *inter alia* theater and mobile film and strengthening the capacity of local media in conflict sensitive reporting and peace programming; and (c) holding stakeholders meetings using “the common ground” method to discuss resources related issues of relevance to the Project including stock route demarcation, management of water points and rural market operations.”

4. Part 3 under paragraph 2.01 of the Annex to the Grant Agreement is amended to read as follows:

   “Part 3. Livelihoods and Economic Development

   3.1. Support income generation activities in the Targeted Localities through: (a) carrying out a labor market study and value chains studies to guide the competency-based skills training development process; and (b) provision of competency-based skills training - to youth and women in Targeted Localities - tailored to market needs along the stock routes including construction, rehabilitation and
equipping of select training institutions (including identified multi-purpose development centers) where such training is provided.

3.2. Piloting of the setting up and operation of village loans and savings associations in North Darfur state and such other state(s) as the Recipient may select with the prior written agreement of the World Bank.

3.3. Establishment and rehabilitation of markets in centrally located population centers at or near identified stock migration routes through provision of works for essential minimum infrastructure for such markets as well as technical assistance and training on institutional arrangement for market management.

3.4. Delivery of extension services to support livestock productivity and improved farming, apiculture and animal husbandry including provision of goods, technical assistance, support to tissue culture labs, and training required for these purposes.

3.5. Conducting a microfinance study along target routes to make concrete recommendations on how to expand the role and use of microfinance instruments in the Project.”

5. All other provisions of the Grant Agreement, as amended hereby, shall remain in full force and effect.

6. Please confirm your agreement to the foregoing by signing, dating and returning to us one fully executed original of this amendment letter and retaining one original of the letter for your records. This amendment letter shall become effective as of the date of the countersignature.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Sajjad Ali Shah
Acting Country Director, Sudan

AGREED:

REPUBLIC OF THE SUDAN

By

Authorized Representative

Name: Sabroodine Muhamed Abass
Title: Minister of Finance
Date: 8/21/2016

[Stamp: Republic Of Sudan - Ministry Of Finance And National Economy - The Minister - Date: ______________________]