Mr. Carlos Melchor Diaz Villavicencio  
Minister of Development Planning  
Ministry of Development Planning  
Av. Mariscal Santa Cruz 1092  
La Paz

Ref.: Plurinational State of Bolivia: Loan No. 8868-BO and Credit No. 6248-BO  
(Health Service Delivery Network Project)  
Second Amendment to the Loan Agreement and to the Financing Agreement

Excellency:

We refer to the Loan Agreement (the “Loan Agreement”) dated December 21, 2018 between the Plurinational State of Bolivia and the International Bank for Reconstruction and Development (the “Bank”), as amended on March 23, 2020, and to the Financing Agreement (the “Financing Agreement”) between the Plurinational State of Bolivia and the International Development Association (the “Association”), dated December 21, 2018, as amended on March 23, 2020, for the above referred Project. Please note that capitalized terms used in this letter (“Amendment Letter”) and not defined herein have the meaning ascribed to them in the Loan Agreement and/or in the Financing Agreement, as applicable.

In response to letter MPD/VIPFE/DGGFE/UOF-NE 0701/2020 dated March 26, 2020, we are pleased to inform you that the Bank and the Association concur with your request. Accordingly, the Loan Agreement and the Financing Agreement are hereby amended as set forth below:

**Loan Agreement**

1. Section 3.01 of Article III is hereby amended to read as follows:

   “3.01. The Borrower declares its commitment to the objective of the Project. To this end, the Borrower shall: (a) cause AISEM to carry out Part 1, part of Part 3 and Part 4.2 of the Project, in coordination with the MOH; and (b) carry out Part 2, part of Part 3 and Part 4.1 of the Project through UGESPRO PIU, all in accordance with the provisions of Article V of the General Conditions and Schedule 2 to this Agreement.”

2. The objective of the Project set forth in Schedule 1 is hereby amended to read as follows:

   “The objective of the Project is to improve access to, and quality of, health service delivery in Selected Health Networks and to respond to the threat posed by COVID-19.”

3. Part 4 is hereby amended to read as follows:


Strengthening the Borrower’s capacity to respond to COVID-19 through the financing of, *inter alia*: (a) protective equipment for health personnel; (b) laboratory equipment, reagents and supplies to expand testing and early detection of COVID-19; (c) prescription drugs and medical supplies to treat patients; (d) surge health staff; and (e) nutritional supplements for vulnerable elderly people at higher risk of severe cases of COVID-19 during the epidemic.

Part 4.2: Support to the Ministry of Health to Respond to COVID-19.

Provision of support for the financing of, *inter alia*: (a) the expansion of the number of hospital isolation beds to prevent the transmission of the disease to other patients and health personnel; (b) medical and non-medical equipment for triage, intermediate and intensive care units; (c) minor refurbishment and/or rehabilitation works in selected health facilities to expand the capacity of intensive care units and adapt rooms; and (d) capacity building in management of COVID-19 cases and infection prevention and control, logistic support and communication preparedness and activities.

4. Section I.A.1(a) of Schedule 2 is hereby amended to read as follows:

“1. The Borrower shall cause AISEM to:

(a) maintain, throughout Project implementation, a structure, with functions and responsibilities acceptable to the Bank, as set forth in the AISEM Operational Manual, including *inter alia*, the responsibility to implement, monitor and supervise the carrying out of Parts 1, 3 and 4.2 of the Project (including its financial, procurement and safeguard aspects); and”

5. Section I.A.2(a) of Schedule 2 is hereby amended to read as follows:

“2. The Borrower, through MOH, shall:

(a) establish, and thereafter operate and maintain, throughout Project implementation, a unit within MOH (UGESPRO PIU), with structure and responsibilities acceptable to the Bank, as set forth in the Operational Manual, including *inter alia*, the responsibility to implement, monitor and supervise the carrying out of Parts 2, 3 and 4.1 of the Project (including its financial, procurement and safeguard aspects);”

6. Section I.B.1 and B.2 of Schedule 2 is hereby amended to read as follows:

“B. Operational Manuals.

1. (a) The Borrower, through UGESPRO PIU shall, and shall cause AISEM to, carry out the Parts of the Project under their respective responsibility in accordance with the Operational Manual and the AISEM Operational Manual (the Operational Manuals), which shall include, *inter alia*: (i) the budgeting, accounting, auditing, reporting, financial, procurement and disbursment procedures of their respective Parts of the Project; (ii) a list of the Selected New Hospitals and the Selected Health Networks and the eligibility criteria and procedures for their selection; (iii) the organizational structure for implementation of the Project, including the terms of reference and
functions of the AISEM and UGESPRO PIU staff and the procedures to hire additional staff; (iv) the Project indicators for the monitoring and evaluation of the Project; (v) the Safeguard Documents; and (vi) a section on personal data collection and processing in accordance with good international practice, roles and responsibilities for Project implementation.

(b) The Borrower, through UGESPRO PIU shall, and shall cause AISEM to, ensure that the collection, use and processing (including transfers to third parties) of any personal data collected under this Project shall be done in accordance with the best international practice, ensuring legitimate, appropriate, and proportionate treatment of such data.

2. In case of any conflict between the terms of the Operational Manuals and those of this Agreement, the terms of this Agreement shall prevail.”

7. Section II of Schedule 2 is hereby amended to read as follows:

“Project Monitoring Reporting and Evaluation

The Borrower, through the MOH shall and shall cause AISEM to, furnish to the Bank the Project Reports not later than forty-five (45) days after the end of each calendar semester, covering the calendar semester. Except as may otherwise be explicitly required or permitted under this Agreement or as may be explicitly requested by the Bank, in sharing any information, report or document related to the activities described in Schedule 1 of this Agreement, the Bank shall ensure that such information, report or document does not include Personal Data.”

8. The table in Section III.A of Schedule 2 is hereby replaced in its entirety with the table set forth below:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Loan Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, works, non-consulting services, Training and consulting services for Part 1 of the Project</td>
<td>60,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Training, consulting services, non-consulting services, goods and Scholarships for Part 2 of the Project</td>
<td>14,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>Description</td>
<td>Amount</td>
<td>%</td>
</tr>
<tr>
<td>----------------------------------------------------------------------------</td>
<td>-------------</td>
<td>----</td>
</tr>
<tr>
<td>(3) Goods, Training, Operating Costs and consulting services for Project activities under the responsibility of AISEM in respect of Part 3 of the Project</td>
<td>4,685,000</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Goods, Training, Operating Costs and consulting services for Project activities under the responsibility of UGESPRO PIU in respect of Part 3 of the Project</td>
<td>2,685,000</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Front-end Fee</td>
<td>630,000</td>
<td></td>
</tr>
<tr>
<td>Amount payable pursuant to Section 2.03 of this Agreement in accordance with Section 2.07 (b) of the General Conditions</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(6) Interest Rate Cap or Interest Rate Collar premium</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>Amount due pursuant to Section 4.05 (c) of the General Conditions</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(7) Goods, Training, non-consulting services, consulting services and Operating Costs under Part 4.1 of the Project</td>
<td>35,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>(8) Goods, works, Training, non-consulting services, consulting services and Operating Costs under Part 4.2 of the Project</td>
<td>135,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>252,000,000</td>
<td></td>
</tr>
</tbody>
</table>

9. The following definition is added to the Appendix in its corresponding alphabetical order and the remaining paragraphs are renumbered as applicable:

""""Personal Data" means any information relating to an identified or identifiable individual. An identifiable individual is one who can be identified by reasonable means, directly or indirectly, by reference to an attribute or combination of attributes within the data, or combination of the data with other available information. Attributes that can be used to identify an identifiable individual include, but are not limited to, name, identification number, location data, online identifier, metadata and factors specific to the physical, physiological, genetic, mental, economic, cultural or social identity of an individual.""""
Financing Agreement

1. Section 3.01 of Article III is hereby amended to read in its entirety as follows:

"3.01. The Recipient declares its commitment to the objective of the Project. To this end, the Recipient shall: (a) cause AISEM to carry out Part 1, part of Part 3 and Part 4.2 of the Project, in coordination with the MOH; and (b) carry out Part 2, part of Part 3 and Part 4.1 of the Project through UGESPRO PIU, all in accordance with the provisions of Article V of the General Conditions and Schedule 2 to this Agreement."

2. The objective of the Project set forth in Schedule 1 is hereby amended to read as follows:

"The objective of the Project is to improve access to, and quality of, health service delivery in Selected Health Networks and to respond to the threat posed by COVID-19."

3. Part 4 is hereby amended to read as follows:


Strengthening the Recipient’s capacity to respond to COVID-19 through the financing of, inter alia: (a) protective equipment for health personnel; (b) laboratory equipment, reagents and supplies to expand testing and early detection of COVID-19; (c) prescription drugs and medical supplies to treat patients; (d) surge health staff; and (d e) nutritional supplements for vulnerable elderly people at higher risk of severe cases of COVID-19 during the epidemic.

Part 4.2: Support to the Ministry of Health to Respond to COVID-19.

Provision of support for the financing of, inter alia: (a) the expansion of the number of hospital isolation beds to prevent the transmission of the disease to other patients and health personnel; (b) medical and non-medical equipment for triage, intermediate and intensive care units; (c) minor refurbishment and/or rehabilitation works in selected health facilities to expand the capacity of intensive care units and adapt rooms; and (d) capacity building in management of COVID-19 cases and infection prevention and control, logistic support and communication preparedness and activities.

4. Section I.A.1 (a) of Schedule 2 is hereby amended to read as follows:

"1. The Recipient shall cause AISEM to:

(a) maintain, throughout Project implementation, a structure, with functions and responsibilities acceptable to the Association, as set forth in the AISEM Operational Manual, including inter alia, the responsibility to implement, monitor and supervise the carrying out of Parts 1, 3 and 4.2 of the Project (including its financial, procurement and safeguard aspects); and"

5. Section I.A.2 (a) of Schedule 2 is hereby amended to read as follows:

"2. The Recipient, through MOH, shall:
(a) establish, and thereafter operate and maintain, throughout Project implementation, a unit within MOH (UGESPRO PIU), with structure and responsibilities acceptable to the Association, as set forth in the Operational Manual, including *inter alia*, the responsibility to implement, monitor and supervise the carrying out of Parts 2, 3 and 4.1 of the Project (including its financial, procurement and safeguard aspects);

6. Section I.B.1 and B.2 of Schedule 2 is hereby amended to read as follows:

"B. Operational Manuals.

1. (a) The Recipient, through UGESPRO PIU shall, and shall cause AISEM to, carry out the Parts of the Project under their respective responsibility in accordance with the Operational Manual and the AISEM Operational Manual (the Operational Manuals), which shall include, *inter alia*: (i) the budgeting, accounting, auditing, reporting, financial, procurement and disbursement procedures of their respective Parts of the Project; (ii) a list of the Selected New Hospitals and the Selected Health Networks and the eligibility criteria and procedures for their selection; (iii) the organizational structure for implementation of the Project, including the terms of reference and functions of the AISEM and UGESPRO PIU staff and the procedures to hire additional staff; (iv) the Project indicators for the monitoring and evaluation of the Project; (v) the Safeguard Documents; and (vi) a section on personal data collection and processing in accordance with good international practice, roles and responsibilities for Project implementation.

(b) The Recipient, through UGESPRO PIU shall, and shall cause AISEM to, ensure that the collection, use and processing (including transfers to third parties) of any personal data collected under this Project shall be done in accordance with the best international practice, ensuring legitimate, appropriate, and proportionate treatment of such data.

2. In case of any conflict between the terms of the Operational Manuals and those of this Agreement, the terms of this Agreement shall prevail."

5. Section II of Schedule 2 is hereby amended to read as follows:

"Project Monitoring Reporting and Evaluation

The Recipient, through the MOH shall and shall cause AISEM to, furnish to the Association the Project Reports not later than forty-five (45) days after the end of each calendar semester, covering the calendar semester. Except as may otherwise be explicitly required or permitted under this Agreement or as may be explicitly requested by the Association, in sharing any information, report or document related to the activities described in Schedule 1 of this Agreement, the Association shall ensure that such information, report or document does not include Personal Data."

6. The following definition is added to the Appendix to the Financing Agreement in its corresponding alphabetical order and the remaining paragraphs are renumbered as applicable:

"'Personal Data' means any information relating to an identified or identifiable individual. An identifiable individual is one who can be identified by reasonable means, directly or indirectly, by reference to an attribute or combination of attributes within the data, or
combination of the data with other available information. Attributes that can be used to identify an identifiable individual include, but are not limited to, name, identification number, location data, online identifier, metadata and factors specific to the physical, physiological, genetic, mental, economic, cultural or social identity of an individual.

Not later than fifteen (15) days after the countersignature of this Amendment Letter, the Borrower/Recipient through UGESPRO PIU shall, and shall cause AISEM to: (a) update and disclose the ESMF to include a new chapter with an specific environmental and social management framework for Part 4 of the Project in a manner satisfactory to the Bank/Association; and (b) update the Operational Manuals to include the modifications under Part 4 of the Project in a manner satisfactory to the Bank/Association. The Borrower/Recipient shall not carry out any civil works under Part 4 of the Project until the ESMF has been updated and disclosed in a manner acceptable to the Bank/Association.

All other provisions of the Loan Agreement and Financing Agreement, except as herein amended, shall remain in full force and effect.

Please confirm your agreement with the foregoing, on behalf of the Plurinational State of Bolivia, by signing and dating two originals of this Amendment Letter and returning one fully signed original to us. The amendment set forth in this Amendment Letter will become effective as of March 25, 2020 upon receipt by the Bank of one fully countersigned original of this Amendment Letter.

Very truly yours,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT/
INTERNATIONAL DEVELOPMENT ASSOCIATION

By: Indr John Abraham
Country Manager

AGREED AND CONFIRMED: PLURINATIONAL STATE OF BOLIVIA

By: [Signature]
(Authorized Representative)

Name: [Signature]
Title: Ministro de Desarrollo Social

Date: 30 ABR 2020