May 12, 2016

Ref: WB/CD/157/05/12/2016

H. E. Ato Abdulaziz Mohammed  
Minister  
Ministry of Finance and Economic Cooperation  
Addis Ababa  
Ethiopia

Dear Ato Abdulaziz,

Ethiopia: Multi-donor Trust Fund for General Education Quality Improvement Project II (TF018053) Amendment No. 3 to the Grant Agreement

We refer to the Grant Agreement (“Agreement”) dated October 1, 2014, between the International Development Association (“World Bank”), acting as administrator of grant funds provided by various donors under the Multi-donor Trust Fund (“MDTF”) for the General Education Quality Improvement Project II, and the Federal Democratic Republic of Ethiopia (“Recipient”).

We are pleased to inform you that the World Bank has received some funds as part of their commitments from the participating donors for the MDTF activities. Consequently, we propose to amend the Agreement in respect of the provisions below:

1. Section 3.01 in Article III of the Agreement is amended to read as follows:

“3.01. The World Bank agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a grant in an amount equal to one hundred forty three million eight hundred sixty two thousand three hundred ninety-eight United States Dollars and forty-six cents ($143,862,398.46) ("Grant") to assist in financing the Project.”

2. The table in Section IV.A.2 of Schedule 2 to the Agreement is deleted in its entirety and is replaced with the table provided in the Annex attached to this amendment letter.

All other provisions of the Agreement, except amended herein, shall remain in full force and effect.
Please confirm your agreement with the foregoing on behalf of the Recipient by signing, dating and returning to us the enclosed copy of this letter. Upon receipt by the World Bank of the copy of this letter countersigned by you, this amendment will become effective as of the date of the countersignature.

Very truly yours,

INTERNATIONAL DEVELOPMENT ASSOCIATION

By:  
Carolyn Turk  
Country Director for Ethiopia, Sudan and South Sudan  
Africa Region

AGREED:

ON BEHALF OF THE FEDERAL DEMOCRATIC REPUBLIC OF ETHIOPIA

By:  
Authorized Representative

Name: ____________________________

Title: ____________________________

Date: May 19, 2016
cc:  H.E Dr. Tilaye Gete  
State Minister for General Education  
Ministry of Education  

Ato Getachew Negera  
Treasurer and Head, Channel One Projects Coordination Unit  
Ministry of Finance and Economic Cooperation  

Ato Fisseha Aberra  
Director, International Financial Institutions Cooperation Directorate  
Ministry of Finance and Economic Cooperation  

Ato Eshetu Asfaw  
Director  
Planning, and Resource Mobilization  
Ministry of Education  
Addis Ababa
### Annex

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Credit Allocated (expressed in US$)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goods, Consultants Services, Non-consulting Services, School Grants, Training and Operating Costs under the Project</td>
<td>143,862,398.46</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>143,862,398.46</strong></td>
<td></td>
</tr>
</tbody>
</table>
Drafted by: Mohammad Nadeem, Legal Analyst (LEGAM)
Cleared by: Jose C. Janeiro, Sr. Finance Officer (WFALA); Abebe Zerihun, Sr. Operations Officer (AFCE3)

Bcc: M. Tadesse, A. Belay (GGODR); T. Ayele, S. Woldehawariat (GGODR); Q.M. Khan, A. Zerihun, T. Berhane, F. G/Meskel, W. Giday, B. Wordefa (AFCE3); N. Klingens (AFCE3); M. Mwenda, S. Kuwaza (WFALA); M. Nadeem; (LEGAM); Jose C. Janeiro (WFALA), Thanh Thi Mai, G. Woldetsadik, R. Aristoreinas, R. Raza, (GEDR); WBDocs.