February 3, 2015

Honorable Cesar V. Purisima  
Secretary  
Department of Finance  
6/F DOF Building, BSP Complex  
Roxas Boulevard, Manila  
Republic of the Philippines

Dear Secretary Purisima:

PHILIPPINES: IDF Grant for Strengthening the Capacity of Procurement Institutions for Effective Implementation and Enforcement of the Procurement Law (IDF Grant No. TF011725)  
Amendment to the IDF Grant Agreement

We refer to the above-referenced grant agreement ("Agreement") dated March 9, 2012, and countersigned May 16, 2012, between the Republic of the Philippines ("Recipient") and the International Bank for Reconstruction and Development ("World Bank") in relation to the above captioned project ("Project"). We also refer to your letter dated November 10, 2014, requesting certain amendments to the Agreement.

Accordingly, the World Bank proposes to amend the Agreement as set out below.

1. The terms "OMES" and "Online Monitoring and Evaluation System," wherever used in the Agreement, are replaced with the terms "OPPCIS" and "Online Procurement Performance and Compliance Indicator System," respectively.

2. Section 2.03 (b) (i) of the Annex to the Agreement is amended to read as follows:

“(i) “At least 80% of the functionalities of OPPCIS, have been pilot tested to participating national government agencies.”

3. Section 2.03 (b) (ii) of the Annex to the Agreement is amended to read as follows:

(ii) “At least 50% of auditors who participated in the training are satisfied with the updated GAP.”

4. The table set forth in Section 3.01 of the Annex to the Agreement is deleted and replaced in its entirety with the table set forth below.
<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Grant Allocated (expressed in USD)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods</td>
<td>18,360</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Consultants' Services</td>
<td>139,900</td>
<td>100%</td>
</tr>
<tr>
<td>(3) Training</td>
<td>21,740</td>
<td>100%</td>
</tr>
<tr>
<td><strong>TOTAL AMOUNT</strong></td>
<td><strong>180,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

Please indicate your agreement with the terms of this letter of amendment by countersigning and dating the form of confirmation below and returning one signed original copy of this letter for our files. Upon receipt of a copy of this letter of amendment duly countersigned by an authorized representative of the Recipient, this letter of amendment shall enter into effect as of the date of countersignature.

Sincerely,

Motoo Konishi
Country Director, Philippines
East Asia and Pacific Region

AGREED:
REPUBLIC OF THE PHILIPPINES

By
Authorized Representative
Name  Cesar V. Purisima
Title   Secretary
Date: 27 February 2015
cc: Hon. Arsenio M. Balisacan, Secretary for Socioeconomic Planning and Director General, National Economic and Development Authority
Hon. Florencio B. Abad, Secretary, Department of Budget and Management
Mr. Roberto B. Tan, National Treasurer and OIC for International Finance Group, Department of Finance
Mr. Rolando G. Tungpalan, Deputy Director-General, National Economic and Development Authority
Ms. Laura B. Pascua, Undersecretary, Department of Budget and Management
Mr. Dennis S. Santiago, Executive Director V, Government Procurement Policy Board, Technical Support Office
Ms. Stella C. Laureano, Director, Department of Finance
Mr. Roderick M. Planta, Director, National Economic and Development Authority
Mr. Antonio Silveira, Executive Director for the Philippines, World Bank Group
Ms. Rosalia V. de Leon, Alternate Executive Director for the Philippines, World Bank Group
Ms. Michelle Durham-Kissoon, Advisor to the Executive Director for the Philippines, World Bank Group