The World Bank
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Steen Lau Jorgensen, Country Director
P.O. Box 54842, Jerusalem

H. E. Shukry Bishara
Minister of Finance
Palestinian Authority
West Bank and Gaza

September 9, 2015

Trust Fund Grant Agreement - Health System Resiliency Strengthening Project
(Trust Fund for Gaza and West Bank)
(TF018986)
Amendment No. 1 to the Trust Fund Grant Agreement

Excellency:

We refer to the Trust Fund Grant Agreement (the “Agreement”) TF018986, dated February 4, 2015, between the Palestine Liberation Organization (for the benefit of the Palestinian Authority) (the “Recipient”), and the International Development Association, acting as Administrator of the Trust Fund for Gaza and West Bank (“World Bank”) in support of the Health System Resiliency Strengthening Project (the “Project”). We also refer to our recent discussion between the Recipient and the World Bank to add additional funds of one million two hundred fifty thousand United States Dollars (US$ 1,250,000) for the Project activities.

Therefore, we are propose to amend the Agreement in respect of the provisions below:

1. Section 3.01 in Article III to the Agreement is revised 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 eight million five hundred thousand United States Dollars (USD 8,500,000) (“Grant”) to assist in financing the Project.

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

3. All other provisions of the Agreement, except amended herein, shall remain unchanged.
Please indicate your agreement to the foregoing, on behalf of the Recipient, by countersigning and dating the form of confirmation on the two original copies of this letter provided and returning one original, as countersigned, to us. Upon receipt by the World Bank of the original Amendment countersigned by you, this Amendment will become effective as of the date of the countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]

Steen Lau Jorgensen
Country Director

AGREED:

ON BEHALF OF THE
PALESTINE LIBERATION ORGANIZATION
(for the benefit of the Palestinian Authority)

[Signature]

Name: Shukry Bishara
Title: Minister of Finance
Date: September 15, 2015
<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, consultants' services, Training and Operating Costs</td>
<td>6,500,000</td>
<td>100%</td>
</tr>
<tr>
<td>(2) Operation and Maintenance Expenditures for Health Facilities</td>
<td>2,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>TOTAL AMOUNT</td>
<td>8,500,000</td>
<td></td>
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