



Asian Development Bank

Cambodia Resident Mission

15 June 2006

H.E. Keat Chhon
Senior Minister and Minister of Economy and Finance
Ministry of Economy and Finance
Phnom Penh, Cambodia
Facsimile No.: (855) 428-424

Excellency,

Subject: Grants 0034/0035-CAM: Tonle Sap Sustainable Livelihoods - Amendment to the Grant Agreement (Special Operations)

1. This refers to the Grant Agreement (Special Operations) between the Kingdom of Cambodia (the Recipient) and the Asian Development Bank (ADB) for the Tonle Sap Sustainable Livelihoods Project, duly signed on 9 March 2006 (hereinafter referred to as the Grant Agreement).

2. At your request dated 9 June 2006, and after consultation with our Office of the General Counsel, the Grant Agreement (Special Operations) is hereby amended as follows:

Amendment to Schedule 4

(i) Paragraph 3 is amended in full to read as follows:

"3. The consultants may be selected and engaged as a firm or firms or individuals by the Recipient. The selection and engagement of a firm or firms shall use quality-and-cost-based selection (QCBS) method in accordance with the following procedures:

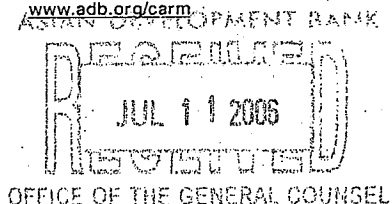
(a) Invitation for technical and financial proposals. The invitation to submit technical and financial proposals (hereinafter called the Request for Proposals or RFP) and all related documents shall be approved by the Bank before they are issued. For this purpose, three copies of the draft RFP, the names of consultants to be short-listed, the proposed criteria for evaluation of both proposals, a draft consultancy contract, and other related documents shall be submitted to the Bank. A period of at least 60 days shall be allowed for submission of both proposals. A copy of the final RFP as issued, together with all related documents, shall be furnished to the Bank for information promptly after issuance. The validity period for the technical and financial proposals as provided in the RFP shall usually not exceed three months from the date specified for submission of the technical and financial proposals. The approval of the Bank shall be obtained for any request to extend such validity period. Except as the Bank may otherwise agree, the validity period, including any extensions, shall not exceed a maximum total period of six months. If the contract is not signed within the validity period in accordance with the Guidelines on the Use of Consultants, the selection shall be invalid and the selection and engagement process as provided in this paragraph shall be followed again.

(b) Evaluation and scoring of technical proposals. Immediately after the technical proposals have been evaluated and scored, approval of the Bank shall be

29 Suramarit Blvd. (at corner of St. 19)
P.O. Box 2436
Sangkat Chaktomok, Khan Daun Penh
Phnom Penh, Cambodia

Tel +855 23 215805 / 215806 / 216417
Fax +855 23 215807

adbcarm@adb.org
www.adb.org/carm



obtained to the evaluation and scoring of the technical proposals. For this purpose, the Bank shall be furnished with three copies of the technical proposals.

(c) Public opening of financial proposals. The financial proposals of the firms whose technical proposals meet the minimum qualifying technical score shall be opened publicly after adequate notice is given to such firms or their representatives to attend the opening of the financial proposals.

(d) Evaluation and scoring of financial proposals and ranking of technical and financial proposals. After the financial proposals have been evaluated and scored, the ranking of the technical and financial proposals shall be made. Before negotiations are started with the first-ranked consultants, approval of the Bank shall be obtained to the evaluation and scoring of the financial proposals and the ranking of the technical and financial proposals. For this purpose, the Bank shall be provided with three copies of (i) the evaluation and scoring of the financial proposals and (ii) the ranking of the technical and financial proposals.

(e) Execution of contract. After the conclusion of negotiations but before the signing of the contract, the Bank shall be furnished with the contract as negotiated for approval. Promptly after the contract is signed, the Bank shall be furnished with three copies of the signed contract. If any substantial amendment of the contract is proposed after its execution, the proposed changes shall be submitted to the Bank for prior approval."

(ii) A new paragraph 4 is incorporated to read as follows:

4. Individual consultants shall be selected and engaged by the Recipient in accordance with the following procedures.

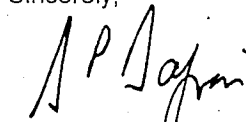
(a) A list of the candidates together with their qualifications and their ranking and a draft contract shall be furnished to ADB for approval before the selection of consultants.

(b) Promptly after the contract is signed, ADB shall be furnished with the evaluation of the candidates and a brief justification for the selection, together with three copies of the signed contract.

(iii) Paragraphs 4, 5, and 6 are accordingly renumbered as paragraphs 5, 6, and 7.

3. If this is acceptable to you, kindly have both copies of this letter countersigned in the space indicated below. Please retain one copy for your record and return one original copy to ADB.

Sincerely,



Shyam P. Bajpai
Country Director

Grant 0034/0035-CAM: Tonle Sap Sustainable Livelihoods - Amendment to the Grant Agreement
(Special Operations) - 15 June 2006

Confirmed:
The Kingdom of Cambodia



H.E. Aun Porn Moniroth
Secretary of State, Ministry of Economy and Finance

Date June, 26, 2006

