

Government of People's Republic of Bangladesh
Ministry of Finance
Economic Relations Division
Sher-e-Bangla Nagar, Dhaka.

No-ERD/ADB-3(D.S)/ Flood-2/2007/151

Date: 30/04/2008

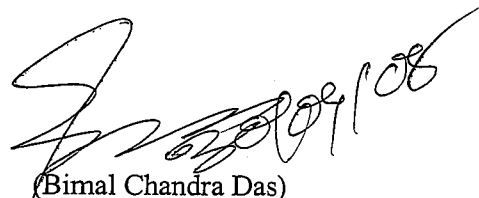
**Subject: Loan No. 2409-BAN (SF) : "Emergency Disaster Damage Rehabilitation
(Sector) Project, 2007- Amendment to Loan Agreement."**

Dear Ms. Hua Du,

Kindly refer to your letter of 30 March 2008 on the subject mentioned above. The Amendment to Loan Agreement of the said project has been signed by the competent authority of the Government of Bangladesh.

2. A copy (original) of the signed Amendment to Loan Agreement on **Loan No. 2409 BAN (SF) Emergency Disaster Damage Rehabilitation (Sector) Project, 2007** is sent herewith for your kind information and further necessary action.

Encl: 3 Pages


(Bimal Chandra Das)
Deputy Secretary
ADB-3 Branch
Phone-9144239

✓ Ms. Hua Du
Country Director
Bangladesh Resident Mission
Asian Development Bank, Dhaka.

CC:

1. Kunio Senga, Director General, SARD, ADB, Manila, Philippines.
2. Member, Programming Division, Planning Commission, Sher-e Bangla Nagar, Dhaka.
3. Secretary, Finance Division, Bangladesh Secretariat, Dhaka.
4. Secretary, Ministry of Communication, Bangladesh Secretariat, Dhaka.
5. Secretary, Ministry of Water Resources, Bangladesh Secretariat, Dhaka.
6. Secretary, Local Government Division, Bangladesh Secretariat, Dhaka.
7. Secretary, IMED, Sher-e Bangla Nagar, Dhaka.
8. Chief Engineer, Roads & High Ways, Sharak Bhaban, Ramna, Dhaka.
9. Chief Engineer, LGED, Agargaon, Dhaka.
10. Director General, Bangladesh Water Development Board, Motijheel, Dhaka.
11. Deputy Director, Economic Relations Documentation Centre (ERDOC), Sher-e Bangla Nagar, Dhaka.



Asian Development Bank

Memorandum

South Asia Department
Bangladesh Resident Mission

30 March 2008

Mr. Md. Aminul Islam Bhuiyan
Secretary
Economic Relations Division
Ministry of Finance
Dhaka

Dear Mr. Secretary,

**Subject: Loan 2409-BAN(SF) Emergency Disaster Damage Rehabilitation (Sector)
Project — Amendment to Loan Agreement**

We refer to the Loan Agreement (Special Operations) dated 4 February 2008 between the People's Republic of Bangladesh (the Borrower) and the Asian Development Bank (ADB) for the abovementioned Loan.

In the course of the initial implementation of the Project, the Japanese Bank for International Cooperation (JBIC) has approved cofinancing of the Project in the sum of \$60 million equivalent. Similarly it is considered desirable to amend the withdrawal percentages specified in the Allocation Table under Schedule 3 to the Loan Agreement for Parts B to E, to reflect the project financing contribution by the Borrower of 22% (as compared to 34% in the Loan Agreement).

In order to give effect to the changes described in paragraph 2 above, we would like to propose to amend the Recital and the Allocation Table in Attachment 1 to Schedule 3 to the Loan Agreement as set forth in the attachment hereto.

The Borrower is hereby requested to indicate its agreement to the proposed amendments by signing the form of confirmation on each counterpart of this Letter and returning one counterpart to ADB. The other counterpart may be retained for your records. The amendments will become effective as of the date ADB receives a conformed counterpart of this Letter duly countersigned on behalf of the Borrower.

Yours sincerely,


Hua Du
Country Director

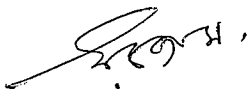
cc: Secretary, Planning Division
Secretary, Ministry of Communications
Secretary, Local Government Division
Secretary, Ministry of Water Resources
Chief Engineer, Roads and Highways Department
Chief Engineer, Local Government Engineering Department
Director General, Bangladesh Water Development Board
Joint Secretary, Economic Relations Division (ADB Desk)





Confirmed:

PEOPLE'S REPUBLIC OF BANGLADESH



Authorized Representative **MONWARA BEGUM**
Joint Secretary
Economic Relations Division
Ministry of Finance
Govt. of the People's Republic of Bangladesh

Date: 30/4/08

Amendments to the Loan Agreement

1. In the Recital, insert new Paragraph B as noted below and change paragraph numbering from B, C, and D to C, D, and E respectively as follows:

WHEREAS

(A) ...

(B) the Borrower has also applied to the Japan Bank for International Cooperation ("JBIC") for a loan equivalent to sixty million dollars (\$60 million) for the purposes of the Project (the "JBIC Loan"), and JBIC has agreed to provide the amount and for the amount to be fully administered by ADB;

(C) the Government of the Borrower (the "Government") has also applied for a technical assistance grant of equivalent of two hundred thousand dollars (\$200,000) for the purpose of enhancing financial management of the Project and monitoring of the use of Project funds and by a Technical Assistance Letter, the ADB has agreed to provide a grant for such purposes;

(D) the Project will be carried out by:; and

(E) ADB has agreed to make a loan to the Borroweron the other part;

2. Attachment 1 to Schedule 3 to the Loan Agreement shall be amended and substituted for by the following:



TABLE

ALLOCATION AND WITHDRAWAL OF LOAN PROCEEDS (Emergency Disaster Damage Rehabilitation (Sector) Project)				
CATEGORY				ADB FINANCING
Number	Item	Amount Allocated SDR ('000s)		Percentage and Basis for Withdrawal from the Loan Account
		Category	Subcategory	
1	Part A Quick Disbursing	31,625		100 percent of total expenditure*
2	Part B Rural Infrastructure	9,323		78 percent of total expenditure
3	Part C Municipal Infrastructure	5,901		78 percent of total expenditure
4	Part D Roads	12,764		78 percent of total expenditure
5	Part E Water Resources	8,791		78 percent of total expenditure
6	Project Implementation Support			
6B	Part B	1,127		100 percent of total expenditure*
6C	Part C	854		
6D	Part D	2,623		
6E	Part E	1,626		
7	Interest Charge	1,265		100 percent of amount due
	Total	75,899		

- Exclusive of taxes and duties imposed within the territory of the Borrower.