



18 November 2021
№ 21-300

Mr. Almaz Baketaev
Minister
Ministry of Finance
Bishkek, Kyrgyz Republic

Dear Mr. Baketaev:

**Subject: Loan 3730 / Grant 0621-KGZ: Central Asia Regional Economic
Cooperation Corridors 1 and 3 Connector Road Project (Phase 2)
– Additional Financing
– Amendments to Loan Agreement and Grant Agreement**

1. We refer to (i) the Loan Agreement (Ordinary Operations [Concessional]) dated 28 December 2018 ("Loan Agreement"), between Kyrgyz Republic ("Borrower") and Asian Development Bank ("ADB") and (ii) the Grant Agreement (Special Operations) dated 28 December 2018 ("Grant Agreement", and together with the Loan Agreement, the "Agreements") between the Borrower and ADB for the captioned project. All capitalized terms used but not defined herein shall have the meaning given thereto in the Agreements, unless the context requires otherwise.

2. Following discussions with the Borrower, ADB approved on 26 July 2021 changes in the Project. To give effect to the changes, ADB proposes that the Agreements be amended as set out in the appendices hereto.

3. Save and except to the extent set out in the appendices hereto, the Agreements remain unchanged.

4. Pursuant to ADB's Access to Information Policy (2018) ("AIP"), the amendments to the Agreements will be posted on ADB's website within 2 weeks from the date that the amendments become effective, after removing any information that falls within the AIP exceptions as specified by the Borrower.

5. Please indicate the Borrower's concurrence to the amendments set out in the attachment hereto and to the terms of this letter agreement by countersigning each of the two originals of this letter agreement in the space indicated below. Please retain one signed original of this letter agreement for your records and return the other to ADB. The proposed amendments shall take effect on the date of receipt by ADB of a signed original of this letter agreement.

Yours sincerely,

Kanokpan Lao-Araya
Country Director

A. Accepted and agreed.

B. Confirmed that the amendments to the Agreements do not contain information falling within the AIP exceptions.

For and on behalf of
KYRGYZ REPUBLIC



Name: Almaz Baketaev

Designation: Minister of Finance

Date: 19.11.2021

cc: Mr. Erkinbek Osoev, Minister, Ministry of Transport and Communications
Mr. Ruslan Tatikov, Deputy Minister, Ministry of Finance
Mr. Nurlanbek Kayinbaev, Deputy Minister, Ministry of Transport and Communications
Mr. Sanjar Ibraimov, Director, Investment Projects Implementation Group, Ministry of Transport and Communications

Amendment to the Loan Agreement

1. The Table in Attachment to Schedule 3 of the Loan Agreement shall be deleted and replaced by the Attachment to this Appendix.

TABLE

ALLOCATION AND WITHDRAWAL OF LOAN PROCEEDS			
Number	Item	Total Amount Allocated for ADB Financing (\$) Category	Basis for Withdrawal from the Loan Account^a
1	Works	48,350,000.00	100% of total expenditure claimed
2	Consulting Services	1,860,000.00	100% of total expenditure claimed
3	Interest Charge	3,500,000.00	100% of amounts due
4	Unallocated	9,790,000.00	
	TOTAL	63,500,000.00	

^a The revised disbursement percentages are to be applied retroactively, i.e., from 1 June 2020.

Amendment to the Grant Agreement

1. The Table in Attachment to the Schedule of the Grant Agreement shall be deleted and replaced by the Attachment to this Appendix.

TABLE

ALLOCATION AND WITHDRAWAL OF GRANT PROCEEDS			
Number	Item	Total Amount Allocated for ADB Financing (\$) Category	Basis for Withdrawal from the Grant Account^a
1	Consulting Services	7,460,000.00	100% of total expenditure claimed
2	Project Management Support	1,200,000.00	100% of total expenditure claimed
3	Resettlement Expenses	70,000.00	100% of total expenditure claimed
4	Unallocated	770,000.00	
	TOTAL	9,500,000.00	

^a The revised disbursement percentages are to be applied retroactively, i.e., from 1 June 2020.