



21 January 2020

Mrs. Kumudini Herath  
General Manager  
Ceylon Electricity Board  
50, Sir Chittampalm A Gardinier Mawatha  
Colombo 02, Sri Lanka

Dear Mrs. Herath:

**Subject: Loan No. 3585-SRI: Wind Power Generation Project**

**Amendments to the Loan Agreement**

1. We refer to the Loan Agreement dated 22 November 2017 between Ceylon Electricity Board ("Borrower") and Asian Development Bank ("ADB") for the captioned project ("Loan Agreement") guaranteed by the Democratic Socialist Republic of Sri Lanka ("Guarantor"). All capitalized terms used but not defined herein shall have the meaning given thereto in the Loan Agreement, unless the context requires otherwise.
2. Following the endorsement by the Guarantor dated 21 May 2020 of the Borrower's request, ADB approved, on 16 June 2020, changes in the project scope and allocation of loan proceeds. To give effect to the changes, ADB proposes that the Loan Agreement be amended as set out in the attachment hereto.
3. Save and except to the extent set out in the attachment hereto, the Loan Agreement remains unchanged.
4. The Guarantor confirms that its obligations under the Guarantee Agreement will continue with respect to the Loan Agreement, as amended hereby.
5. Pursuant to ADB's Access to Information Policy (2018) ("AIP"), the amendments to the Loan Agreement 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.
6. Please indicate the Borrower's and Guarantor'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 original 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,

Chen Chen  
Country Director  
Sri Lanka Resident Mission

A. Accepted and agreed.

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

For and on behalf of the Borrower

CEYLON ELECTRICITY BOARD

Name: \_\_\_\_\_

Designation: \_\_\_\_\_

Date: 02-02-2021

Eng. (Mrs.) N.W.K. Herath  
General Manager  
Ceylon Electricity Board

For and on behalf of the Guarantor

DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA

Name: \_\_\_\_\_

Designation: \_\_\_\_\_

Date: 19/02/2021



**Loan No. 3585-SRI: Wind Power Generation Project**

**Amendments to the Loan Agreement**

1. Output 1(a) in Schedule 1 shall be revised to read as follows:  
 "(a) construction of 120 megawatt wind farm in Mannar Island of the Northern Province;"
2. Output 2(b) in Schedule 1 shall be revised to read as follows:  
 "(b) installation of 50 megavolt-ampere reactor at the 220 kilovolt level at Mannar grid substation in the Northern Province, including capacity expansion of Mannar and Nadukada grid substations."
3. Output 3 in Schedule 1 shall be revised to read as follows:  
 "Output 3. Strengthened capacity of the Borrower in project engineering design, review, and supervision, and conducting renewable park assessments. This includes provision of Consulting Services for i) project engineering design, review, and supervision; and ii) conducting renewable park assessments."
4. The Table in the Attachment to Schedule 3 shall be deleted and replaced by the following:

**TABLE**

<b>ALLOCATION AND WITHDRAWAL OF LOAN PROCEEDS</b>			
<b>Number</b>	<b>Item</b>	<b>Total Amount Allocated for ADB Financing (\$) Category</b>	<b>Basis for Withdrawal from the Loan Account</b>
1	Works (Turnkey Contract Wind Power Generation)	162,000,000	100% of total expenditure claimed
2	Works (Turnkey Contract System Reactive Power Management)	20,000,000	100% of total expenditure claimed
3	Consulting Services	2,000,000	100% of total expenditure claimed
4	Interest and Commitment Charges	12,400,000	100% of amounts due
5	Unallocated	3,600,000	
	<b>Total</b>	<b>200,000,000</b>	