



13 April 2022

Honorable Kaleb Udui, Jr.  
*Governor for Republic of Palau in the Asian  
Development Bank*  
Minister of Finance  
Ministry of Finance  
P.O. Box 6011, Koror, PW96940  
Republic of Palau


Dear Governor:

**Subject: Grant No. 9212-PAL(EF): Disaster Resilient Clean Energy Financing  
—Amendments to the Grant Agreement**

1. We refer to the Grant Agreement (Externally Financed – Japan Fund for Poverty Reduction) dated 1 December 2020 between the Republic of Palau (“Recipient”) and Asian Development Bank (“ADB”) (“Grant Agreement”) for the Disaster Resilient Clean Energy Financing (“Project”). All capitalized terms used but not defined herein shall have the meaning given thereto in the Grant Agreement, unless the context requires otherwise.
2. Following a request from the Recipient dated 3 February 2022, ADB approved, on 18 March 2022, minor changes in the Project. To give effect to the changes, ADB proposes that the Grant Agreement be amended as follows:
  - (a) All references to “Japan Fund for Poverty Reduction” shall be deleted and substituted with “Japan Fund for Prosperous and Resilient Asia and the Pacific”; and
  - (b) The maximum maturity for Subloans as referred to in paragraph 11(c) of the Schedule shall be revised from “7 years” to “12 years”.
3. Save and except to the extent set out above, the Grant Agreement remains unchanged.
4. Pursuant to ADB’s Access to Information Policy (2018) (“AIP”), the amendments to the Grant 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 Recipient.

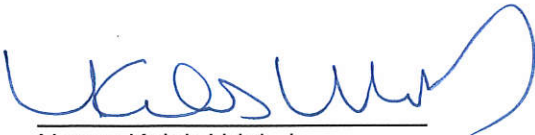
5. Please indicate the Recipient's concurrence to the amendments set out in paragraph 2 of this letter agreement and to the terms of this letter agreement by countersigning each of the two originals of this letter agreement in the space indicated below. Please retain one signed original of this letter 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,

  
Leah C. Gutierrez  
Director General  
Pacific Department

- A. Accepted and agreed.
- B. Confirmed that the amendments to the Grant Agreement do not contain information falling within the AIP exceptions.

For and on behalf of the Recipient  
REPUBLIC OF PALAU



Name: Kaleb Udui, Jr.

Designation: Minister of Finance

Date: \_\_\_\_\_

cc: Claire Harvey, President and Chief Executive Officer, National Development Bank of Palau  
Karla T. West, Operations Manager, National Development Bank of Palau  
Alfonsa Koshiba, Senior Country Officer, Palau Pacific Country Office  
Rafayil Abbasov, Senior Energy Specialist, Energy Division, Pacific Department