Hon. Dr. Uzziel Ndagijimana  
Minister of Finance and Economic Planning  
Ministry of Finance and Economic Planning  
12 KN 3 Ave  
P.O Box 158  
Kigali-Rwanda

Re: Republic of Rwanda - Credit No. 61870-RW, Grant Nos. A6783 and A6567  
Stunting Prevention and Reduction Project  
Amendment to the Financing Agreement (Credit No. 61870-RW)

Dear Honorable Dr. Uzziel Ndagijimana,

We refer to the Financing Agreement, Credit No. 61870-RW dated March 7, 2018 (the “Financing Agreement”) between the Republic of Rwanda (the “Recipient”) and the International Development Association (the “Association”) for the Stunting Prevention and Reduction Project (the “Project”). We also refer to your letter dated August 1, 2019 requesting the Association to restructure certain aspects of the Project.

We are pleased to inform you that the Association agrees to your request to restructure the Project and hereby amend the Financing Agreement as follows:

1. Part 1 of the Project in Schedule 1 is amended by:
   (a) adding a new paragraph (vii) immediately after paragraph (vi), which reads as follows;
   “(vii) Supporting the provision of fortified blended food for pregnant and lactating women and for children between 6 – 23 months in the targeted districts.”
   (b) adding a new Part 4 immediately after Part 3, which reads as follows;
   “Part 4. Contingency Emergency Response
   Carrying out and support for activities designed to provide quick response to disaster, emergency or catastrophic events (Eligible Crisis or Emergency), as needed.”

2. Section I of Schedule 2 is amended by inserting a new sub-section G which reads as follows:
   “G. Contingent Emergency Response
   1. In order to ensure the proper implementation of contingent emergency response activities under Part 4 of the Project (“Emergency Response Part”), the Recipient shall:
   (a) prepare and furnish to the Association for its review and approval, a Contingent Emergency Response Implementation Plan (“CERIP”), or Contingent Emergency Response Implementation Plans (“CERIPs”), as the case may be, for each Eligible Crisis or Emergency, which shall set forth detailed implementation arrangements for the Emergency Response Part, including: (i) any special institutional arrangements for coordinating and implementing the Emergency Response Part, including the designation of, terms of reference for and resources
to be allocated to, the entity to be responsible for coordinating and implementing the Emergency Response Part (the “Coordinating Authority”); (ii) specific activities which may be included in the Emergency Response Part, Eligible Expenditures required therefor ("Emergency Expenditures"), and any procedures for such inclusion; (iii) financial management arrangements for the Emergency Response Part; (iv) procurement methods and procedures for the Emergency Response Part; (v) documentation required for withdrawals of Emergency Expenditures; (vi) application of the relevant Safeguards Instruments to the Emergency Response Part; and (vii) any other arrangements necessary to ensure proper coordination and implementation of the Emergency Response Part;

(b) afford the Association a reasonable opportunity to review the proposed CERIP(s);

(c) promptly adopt the CERIP(s) for the Emergency Response Part as shall have been accepted by the Association;

(d) ensure that the Emergency Response Part is carried out in accordance with the CERIP(s) provided, however, that in the event of any inconsistency between the provisions of the CERIP(s) and this Agreement, the provisions of this Agreement shall prevail; and

(e) not amend, suspend, abrogate, repeal or waive any provision of the CERIP(s) without prior written approval by the Association.

2. The Recipient shall ensure that no activities under the Emergency Response Part shall commence and no withdrawals shall be made under Category 7 of the table under Section III, sub-section A of Schedule 2, unless and until the following conditions have been met in respect of said activities:

(a) the Recipient has determined that an Eligible Crisis or Emergency has occurred, has furnished to the Association a request for support for an Eligible Emergency through the Emergency Response Part in order to respond to said Eligible Crisis or Emergency, and the Association has agreed with such determination, accepted said request and notified the Recipient thereof;

(b) the Recipient has ensured the preparation and disclosure of all Safeguard Instruments required for said activities, the Association has approved all such instruments, and the Recipient has ensured the implementation of any actions which are required to be taken under said instruments;

(c) the Recipient’s Coordinating Authority has adequate staff and resources as satisfactory to the Association for the purposes of said activities; and

(d) the Recipient has adopted the CERIP(s), in form and substance acceptable to the Association and in accordance with the provisions of Section G.1(a) of this Schedule.”

3. The following definitions 36, 37 and 38 are added to the Appendix:

“36. “Eligible Crisis or Emergency” means an event that has caused, or is likely to imminently cause, a major adverse economic and/or social impact to the Recipient, associated with a natural or man-made crisis or disaster.”

37. “Emergency Expenditure” means any of the eligible expenditures set forth in the CERIP in accordance with the provisions of Section LG of Schedule 2 to this Agreement and required for the Emergency Response Part.

38. “Emergency Response Part” means a specific activity or activities to be carried out in the event of an Eligible Crisis or Emergency under Part 4 of the Project.”

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4. The table in Section III.A. Schedule 2 is replaced with the following table:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount of the Credit Allocated (expressed in SDR)</th>
<th>Percentage of Expenditures to be Financed (inclusive of Taxes)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Goods, non-consulting services, consulting services under Parts 1(i) of the Project</td>
<td>710,000</td>
<td>25%</td>
</tr>
<tr>
<td>(2) Goods, non-consulting services, consulting services and Training under Part 1(ii) of the Project</td>
<td>1,410,000</td>
<td>0% until GFF A6783 fully utilized, thereafter 100%</td>
</tr>
<tr>
<td>(3) Performance-Based Payments under Part 1(iii) of the Project</td>
<td>4,450,000</td>
<td>100%</td>
</tr>
<tr>
<td>(4) Goods, non-consulting services, consulting services, Training and Incremental Operating Costs under Parts 1(iv) and (v) and Part 3(iii) of the Project</td>
<td>4,000,000</td>
<td>100%</td>
</tr>
<tr>
<td>(5) Goods, non-consulting services, consulting services and Training under Part 1(vi) of the Project</td>
<td>1,410,000</td>
<td>0% until GFF A6783 fully utilized, thereafter 100%</td>
</tr>
<tr>
<td>(6) Goods, consulting and non-consulting services and Training under Part 1 (vii) of the Project</td>
<td>5,620,000</td>
<td>100%</td>
</tr>
</tbody>
</table>
(7) Emergency Expenditures under Part 4 of the Project

<table>
<thead>
<tr>
<th></th>
<th>0</th>
</tr>
</thead>
<tbody>
<tr>
<td>TOTAL AMOUNT</td>
<td>17,600,000</td>
</tr>
</tbody>
</table>

All the terms and conditions of the Financing Agreement that have not been amended hereby shall remain unchanged and in full force and effect.

Please indicate your agreement with the foregoing amendments on behalf of the Recipient by countersigning and dating two (2) original copies of this Amendment Letter and returning one countersigned original to us. Upon receipt by the Association of the countersigned copy, the amendments shall become effective as of the date of your countersignature to this Amendment letter.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

[Signature]

Paolo Belli
Acting Country Director for Somalia, Kenya, Rwanda and Uganda
Africa Region

AGREED:

THE REPUBLIC OF RWANDA

By: [Signature]

Authorized Representative

Name: Dr. Duzzier Ndagti
Title: Minister of Finance and Economic Planning
Date: 23/08/2019