



2 August 2018

**Mr. Nim Dorji**  
Secretary  
Ministry of Finance  
Royal Government of Bhutan  
Thimphu, Bhutan

Dear Mr. Dorji:

**Subject: Loan No. 3668-BHU(COL): Phuentsholing Township Development Project  
-- Amendment to Loan Agreement**

1. We refer to the Loan Agreement dated 3 July 2018 between Kingdom of Bhutan ("Borrower") and Asian Development Bank ("ADB") for the captioned project ("Loan Agreement"). All capitalized terms used but not defined herein shall have the meaning given thereto in the Loan Agreement, unless the context requires otherwise.
2. It has come to our attention that there were two errors in Schedule 2 (Amortization Schedule). First, the initial payment date should be 1 August 2026 (not 1 February 2027). Second, the 1 August 2047 and 1 February 2048 payment dates were duplicated. 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. Pursuant to ADB's Public Communications Policy on disclosure and exchange of information, the amendment to the Loan Agreement will be posted on ADB's website within 2 weeks from the date that the amendment becomes effective, after removing any information that falls within the PCP exceptions as specified by the Borrower.
5. Please indicate the Borrower's concurrence to the amendment 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 amendment shall take effect on the date of receipt by ADB of a signed original of this letter agreement.



BHUTAN RESIDENT MISSION

Yours sincerely,

Kanokpan Lao-Araya  
Country Director

- A. Accepted and agreed.
- B. Confirmed that the amendment to the Loan Agreement does not contain information falling within the PCP exceptions.

For and on behalf of  
Kingdom of Bhutan

Name: 

Designation: Finance Secretary

Date: 2/8/2018

cc: Mr. Lekzang Dorji, Director General, Department of Macroeconomic Affairs, Ministry of Finance  
Mr. Tshewang Norbu, Senior Country Coordination Officer, Bhutan Resident Mission  
Mr. Christopher Damandl, Senior Counsel, OGC  
Mr. Won Mo Yang, Senior Financial Control Specialist, CTAC-LTA

**Loan No. 3668- BHU(COL): Phuentsholing Township Development Project****Amendment to Loan Agreement**

1. Schedule 2 shall be deleted and replaced by the following:

**SCHEDULE 2****Amortization Schedule**

<u>Payment Due</u>	<u>Payment of Principal</u> (expressed in Dollars)*
1 August 2026	598,750
1 February 2027	598,750
1 August 2027	598,750
1 February 2028	598,750
1 August 2028	598,750
1 February 2029	598,750
1 August 2029	598,750
1 February 2030	598,750
1 August 2030	598,750
1 February 2031	598,750
1 August 2031	598,750
1 February 2032	598,750
1 August 2032	598,750
1 February 2033	598,750
1 August 2033	598,750
1 February 2034	598,750
1 August 2034	598,750
1 February 2035	598,750
1 August 2035	598,750
1 February 2036	598,750
1 August 2036	598,750
1 February 2037	598,750
1 August 2037	598,750
1 February 2038	598,750
1 August 2038	598,750
1 February 2039	598,750
1 August 2039	598,750
1 February 2040	598,750
1 August 2040	598,750
1 February 2041	598,750
1 August 2041	598,750
1 February 2042	598,750
1 August 2042	598,750
1 February 2043	598,750

<u>Payment Due</u>	<u>Payment of Principal</u> (expressed in Dollars)*
1 August 2043	598,750
1 February 2044	598,750
1 August 2044	598,750
1 February 2045	598,750
1 August 2045	598,750
1 February 2046	598,750
1 August 2046	598,750
1 February 2047	598,750
1 August 2047	598,750
1 February 2048	598,750
1 August 2048	598,750
1 February 2049	598,750
1 August 2049	598,750
1 February 2050	<u>598,750</u>
<b>TOTAL</b>	<b>28,740,000</b>

- The arrangements for payment are subject to the provisions of Sections 3.04 and 4.03 of the Loan Regulations.