

OFFICIAL DOCUMENTS

CA 5825-GN

The World Bank
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

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November 10, 2016

H.E Malado Kaba
Minister of Economy and Finance
Ministry of Economy and Finance
Conakry
Republic of Guinea

Re: Republic of Guinea
Credit No 5825-GN
(Third Village Community Support Project)
Additional Instructions: Disbursement – First Restatement

Excellency:

I refer to the Financing Agreement between the Republic of Guinea (the “Recipient”) and the International Development Association (“World Bank”) for the above-referenced project, of even dated herewith. The Agreement provides that the World Bank may issue additional instructions regarding the withdrawal of the proceeds of Financing Credit No.5825-GN (“Financing”). This letter (“Disbursement Letter”), as revised from time to time, constitutes the additional instructions.

This Disbursement Letter is a First Restatement of the Disbursement Letter dated Jun 27, 2016 for the above referenced project to realign the categories of eligible expenditures between the two Designated Accounts (Section II (vi)). All other provisions and attachments of the Disbursement letter dated Jun 27, 2016, except as amended, shall remain in force and effect.

The attached *World Bank Disbursement Guidelines for Projects*, dated May 1, 2006, (“Disbursement Guidelines”) (Attachment 1), are an integral part of the Disbursement Letter. The manner in which the provisions in the Disbursement Guidelines apply to the Financing is specified below. Sections and subsections in parentheses below refer to the relevant sections and subsections in the Disbursement Guidelines and, unless otherwise defined in this letter, the capitalized terms used have the meanings ascribed to them in the Disbursement Guidelines.

I. Disbursement Arrangements

(i) Disbursement Methods (section 2). The following Disbursement Methods may be used under the Financing:

- Reimbursement
- Advance
- Direct Payment
- Special Commitment

(ii) Disbursement Deadline Date (subsection 3.7). The Disbursement Deadline Date is 4 months after the Closing Date specified in the Financing Agreement. Any changes to this date will be notified by the World Bank.

(iii) Disbursement Conditions (subsection 3.8). Please refer to the Disbursement Condition(s) in the Financing Agreement.

II. Withdrawal of Financing Proceeds

(i) Authorized Signatures (subsection 3.1). A letter in the Form attached (Attachment 2) should be furnished to the World Bank at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

The World Bank,
Resident Mission
Conakry, Republic of Guinea
Attention: Mr. Pierre Laporte, Country Director for Guinea

(ii) Applications (subsections 3.2 - 3.3). Please provide completed and signed applications for withdrawal, together with supporting documents to the address indicated below:

The World Bank
Loan Department
13th Floor, Delta Center
Menengai Road, Upper Hill
P.O. Box 30577-00100
Nairobi Kenya, Tel +254 20 2936 000

(iii) Electronic Delivery (subsection 3.4) The World Bank may permit the Recipient to electronically deliver to the Association Applications (with supporting documents) through the World Bank's Client Connection, web-based portal. The option to deliver Applications to the World Bank by electronic means may be effected if: (a) the Recipient has designated in writing, pursuant to the terms of subparagraph (i) of this Section, its officials who are authorized to sign and deliver Applications and to receive secure identification credentials ("SIDC") from the World Bank for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Recipient have registered as users of Client Connection. If the World Bank agrees, the World Bank will provide the Recipient with SIDC for the designated officials. Following which, the designated officials may deliver Applications electronically by completing Form 2380, which is accessible through Client Connection (<https://clientconnection.worldbank.org>). The Recipient may continue to exercise the option of preparing and delivering Applications in paper form. The World Bank reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Recipient.

(iv) Terms and Conditions of Use of SIDC to Process Applications. By designating officials to use SDIC and by choosing to deliver the Applications electronically, the Recipient confirms

through the authorized signatory letter its agreement to: (a) abide by the *Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation* (“Terms and Conditions of Use of SIDC”) provided in Attachment [3]; and (b) to cause such official to abide by those terms and conditions.

(v) Minimum Value of Applications (subsection 3.5). The Minimum Value of Applications shall be 20% of the ceiling of the Designated Account.

vi) Advances (sections 5 and 6).

- **Type of Designated Accounts (subsection 5.3): Segregated**
 - DA. A will be managed by CNC and will finance eligible expenditure under categories 2 and 3 of Section IV.A.2 of Schedule 2 of the Financing Agreement.
 - DA. B will be managed by DND and will finance eligible expenditure under category 1 of Section IV.A.2 of Schedule 2 of the Financing Agreement.
- **Currency of Designated Account (subsection 5.4):** US Dollar
- **Financial Institution at which the Designated Accounts Will be Opened (subsection 5.5):** BICIGUI
- **Ceiling (subsection 6.1):**
 - DA-A : US\$ 1,100,000
 - DA-B: US\$ 400,000

III. Reporting on Use of Financing Proceeds

(i) Supporting Documentation (section 4). Supporting documentation should be provided with each application for withdrawal as set out below:

- **For requests for Reimbursement and reporting for eligible expenditures paid from the Designated Accounts**
 - Statement of Expenditure in the form attached (Attachment 4) for all expenditures; and
 - Customized Statement of Expenditures for Sub-grants (Attachment 5) under Category 3 of Section VI.A.2 of Schedule 2 of the Financing Agreement.
- **For requests for Direct Payment and Special Commitments:** records evidencing eligible expenditures, e.g., copies of receipts, supplier invoices and documentary evidence of delivery and acceptance of contracted goods or service.

(ii) Frequency of Reporting Eligible Expenditures Paid from the Designated Account:
Monthly

(iii) Other Supporting Documentation Instructions All other supporting documentation for SOEs should be retained by the project management or Recipient and must be made available for review by periodic World Bank missions and internal and external auditors.

IV. Other Disbursement Instructions

Funds from the Designated Accounts may be transferred to transaction accounts in local currency to meet eligible expenditures, provided that transactions and balances in these accounts are included in all project financial reports.

At the time of negotiating this Project, a contingent Emergency Response Component (Categories 4 and 5 of Section IV.A.2 of Schedule 2 of the Financing Agreement) have been design for to allow IDA resources to be made available through a simple reallocation of funds.. As the foregoing measure is deemed exceptional, disbursement arrangements have been designed to include the use of a separate Designated Account to the extent such use is permitted at a later date during project implementation; provided that this disbursement letter will first need to be amended and reinstated at a later date to reflect such arrangements. The level of the advance needed for the IRM categories would be established independently of any existing advances for the Financing Agreement categories and recorded in the revised Disbursement Letter. In order to provide necessary liquidity for fast response, the ceiling will be 100% of amount allocated to such categories.

The IRM Operations Manual will include the detailed disbursement arrangements applicable under the IRM Part of the Project. As part of such arrangements, a positive list could be used, which would feature in the IRM Operations Manual, and would include the items against which disbursements will be made. Where a positive list of expenditures is used, the documentation required to support disbursement requests should be agreed (e.g. invoices and bills of lading for food imports) and recorded in the IRM Operations Manual and the Disbursement Letter.

V. Other Important Information

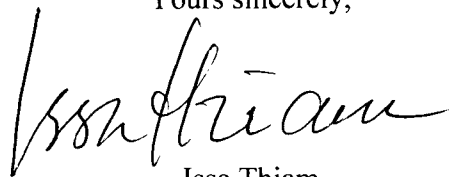
For additional information on disbursement arrangements, please refer to the Disbursement Handbook available on the World Bank's public website at <http://www.worldbank.org> and its secure website "Client Connection" at <http://clientconnection.worldbank.org>. Print copies are available upon request.

From the Client Connection website, you will be able to download Applications, monitor the near real-time status of the Financing, and retrieve related policy, financial, and procurement information.

If you have not already done so, the World Bank recommends that you register as a user of the Client Connection website (<http://clientconnection.worldbank.org>). From this website you will be able to download Applications, monitor the near real-time status of the Financing, and retrieve related policy, financial and procurement information. For more information about the website and registration arrangements, please contact the World Bank by email at [<clientconnection@worldbank.org>](mailto:clientconnection@worldbank.org).

If you have any queries in relation to the above, please contact Issa Thiam, Finance Officer at loa-afr@worldbank.org using the above reference.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Issa Thiam', written in a cursive style.

Issa Thiam
Finance Officer
Africa Region

Attachments remain in force and effect and as per the DL dated June 27, 2016.