



42-5696-IV

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

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January 20, 2016

Mr. S. G. Dastidar
Controller of Aid Accounts and Audit
Department of Economic Affairs, Ministry of Finance
5th Floor, 'B' Wing
Janpath Bhawan, Janpath
New Delhi, India 110 001

Dear Sir,

**Re: IDA Financing 5696-IN
(Bihar Kosi Basin Development Project)
Additional Instructions: Disbursement**

I refer to the Financing Agreement between India (the "Recipient") and the International Development Association (the "Association") for the above-referenced project, dated _____. The Agreement provides that the Association may issue additional instructions regarding the withdrawal of the proceeds of financing 5696-IN ("Financing"). This letter ("Disbursement Letter"), as revised from time to time, constitutes the additional instructions.

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

(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 Association.

II. Withdrawal of Financing Proceeds

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

The World Bank
P.O. Box 416
New Delhi 110 001, India

Attention: Mr. Onno Ruhl
Country Director, India

(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
No. 11, Taramani Main Road
Taramani, Chennai – 600 113
India
Attention: Ms. Samvita R. Aritkatla, Finance Officer

(iii) Electronic Delivery (subsection 3.4) The Association may permit the Recipient to electronically deliver to the Association Applications (with supporting documents) through the Association's Client Connection, web-based portal. The option to deliver Applications to the Association 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 Association 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 Association agrees, the Association 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 Association 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 SIDC 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 Secure Identification Credentials") provided in Attachment [3]; and (b) to cause such official to abide by those terms and conditions.

(v) *Advances (sections 5 and 6)*. Not Applicable

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 Reimbursement:*

- Interim Financial Report in the form attached (Attachment 4)

(ii) *Frequency of Reporting Eligible Expenditures Paid from the Designated Account (subsection 6.3)*: Not applicable

IV. Other Important Information

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

If you have not already done so, the Association recommends that you register as a user of the Client Connection website (<https://clientconnection.worldbank.org>). From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Financing, and retrieve related policy, financial, and procurement information. All Recipient officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the website and registration arrangements, please contact the Association by email at <clientconnection@worldbank.org>.

If you have any queries in relation to the above, please contact Mr. Junxue Chu, Senior Finance Officer, at service account email address CTRLN-Chennai@worldbank.org using the above reference.

Yours sincerely,



Onno Ruhl
Country Director
India

Attachments

1. *World Bank Disbursement Guidelines for Projects*, dated May 1, 2006
2. Form for Authorized Signatures
3. *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 Secure Identification Credentials"), dated March 1, 2013
4. Form of "Interim Unaudited Financial Report"

Form of Authorized Signatory Letter
Controller of Aid Accounts and Audit
Department of Economic Affairs, Ministry of Finance
New Delhi, India 110 001

[DATE]

The World Bank
P.O. Box 416
New Delhi 110 001, India

Attention: Mr. Onno Ruhl, Country Director, India

Re: Financing No. 5696-IN (Bihar Kosi Basin Development Project)

I refer to the Financing Agreement ("Agreement") between the International Development Association (the "Association") and India (the "Recipient"), dated _____, providing the above Financing. For the purposes of Section 2.03 of the General Conditions as defined in the Agreement, any ¹[one] of the persons whose authenticated specimen signatures appear below is authorized on behalf of the Recipient to sign applications for withdrawal [and applications for a special commitment] under this Financing.

For the purpose of delivering Applications to the Association, ²[each] of the persons whose authenticated specimen signatures appears below is authorized on behalf of the Recipient, acting ³[individually] ⁴[jointly], to deliver Applications, and evidence in support thereof on the terms and conditions specified by the Association.

⁵[This confirms that the Recipient is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to

¹ Instruction to the Recipient: Stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. *Please delete this footnote in final letter that is sent to the Association.*

² Instruction to the Recipient: Stipulate if more than one person needs to *jointly* sign Applications, if so, please indicate the actual number. *Please delete this footnote in final letter that is sent to the Association.*

³ Instruction to the Recipient: Use this bracket if any one of the authorized persons may sign; if this is not applicable, please delete. *Please delete this footnote in final letter that is sent to the Association.*

⁴ Instruction to the Recipient: Use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete. *Please delete this footnote in final letter that is sent to the Association.*

the Association by electronic means. In full recognition that the Association shall rely upon such representations and warranties, including without limitation, the representations and warranties contained in 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"), the Recipient represents and warrants to the Association that it will cause such persons to abide by those terms and conditions.]

This Authorization replaces and supersedes any Authorization currently in the Association records with respect to this Agreement.

[Name], [position] Specimen Signature: _____

[Name], [position] Specimen Signature: _____

[Name], [position] Specimen Signature: _____

Yours truly,

/ signed /

[Position]

⁵ Instruction to the Recipient: Add this paragraph if the Recipient wishes to authorize the listed persons to accept Secure Identification Credentials and to deliver Applications by electronic means; if this is not applicable, please delete the paragraph. *Please delete this footnote in final letter that is sent to the Association.*

**Terms and Conditions of Use of Secure Identification Credentials
in connection with Use of Electronic Means
to Process Applications
and Supporting Documentation**

March 1, 2013

The World Bank (Bank)¹ will provide secure identification credentials (SIDC) to permit the Borrower² to deliver applications for withdrawal and applications for special commitments under the Agreement(s) and supporting documentation (such applications and supporting documentation together referred to in these Terms and Conditions of Use as Applications) to the Bank electronically, on the terms and conditions of use specified herein.

SIDC can be either: (a) hardware-based (Physical Token), or (b) software-based (Soft Token). The Bank reserves the right to determine which type of SIDC is most appropriate.

A. Identification of Users.

1. The Borrower will be required to identify in a completed Authorized Signatory Letter (ASL) duly delivered to and received by the Bank each person who will be authorized to deliver Applications. The Bank will provide SIDC to each person identified in the ASL (Signatory), as provided below. The Borrower shall also immediately notify the Bank if a Signatory is no longer authorized by the Borrower to act as a Signatory.
2. Each Signatory must register as a user on the Bank's Client Connection (CC) website (<https://clientconnection.worldbank.org>) prior to receipt of his/her SIDC. Registration on CC will require that the Signatory establish a CC password (CC Password). The Signatory shall not reveal his/her CC Password to anyone or store or record the CC Password in written or other form. Upon registration as a CC user, the Signatory will be assigned a unique identifying account name.

B. Initialization of SIDC.

1. Prior to initialization of SIDC by a Signatory, the Signatory will acknowledge having read, understood and agreed to be bound by these Terms and Conditions of Use.

¹ "Bank" includes IBRD and IDA.

² "Borrower" includes the borrower of an IBRD loan, IDA credit, or Project Preparation Facility advance and the recipient of a grant.

2. Where a Physical Token is to be used, promptly upon receipt of the Physical Token, the Signatory will access CC using his/her account name and CC Password and register his/her Physical Token and set a personal identification number (PIN) to be used in connection with the use of his/her Physical Token, after which the Physical Token will be initialized for use by the Signatory exclusively for purposes of delivering Applications. Where a Soft Token is to be used, the Signatory will access CC using his/her account name and CC Password and set a personal identification number (PIN) to be used in connection with the use of his/her Soft Token, after which the Soft Token will be initialized for use by the Signatory exclusively for purposes of delivering Applications. Upon initialization of the SIDC, the Signatory will be a "SIDC User". The Bank will maintain in its database a user account (Account) for each SIDC User for purposes of managing the SIDC of the SIDC User. Neither the Borrower nor the SIDC User will have any access to the Account.
3. Prior to first use of the SIDC by the SIDC User, the Borrower shall ensure that the SIDC User has received training materials provided by the Bank in use of the SIDC.

C. Use of SIDC.

1. Use of the SIDC is strictly limited to use in the delivery of Applications by the SIDC User in the manner prescribed by the Bank in the Agreement(s) and these Terms and Conditions. Any other use of the SIDC is prohibited.
2. The Bank assumes no responsibility or liability whatsoever for any misuse of the SIDC by the SIDC User, other representatives of the Borrower, or third parties.
3. The Borrower undertakes to ensure, and represents and warrants to the Bank (such representation and warranty being expressly relied upon by the Bank in granting SIDC) that each SIDC User understands and will abide by, these Terms and Conditions of Use, including without limitation the following:
4. ***Security***
 - 4.1. The SIDC User shall not reveal his/her PIN to anyone or store or record the PIN in written or other form.
 - 4.2. The SIDC User shall not allow anyone else to utilize his/her SIDC to deliver an Application to the Bank.
 - 4.3. The SIDC User shall always logout from CC when not using the system. Failure to logout properly can create a route into the system that is unprotected.
 - 4.4. If the SIDC User believes a third party has learned his/her PIN or has lost his/her Physical Token he/she shall immediately notify clientconnection@worldbank.org.

4.5. The Borrower shall immediately notify the Bank at clientconnection@worldbank.org of any lost, stolen or compromised SIDC, and take other reasonable steps to ensure such SIDC are disabled immediately.

5. ***Reservation of Right to Disable SIDC***

5.1. The Borrower shall reserve the right to revoke the authorization of a SIDC User to use a SIDC for any reason.

5.2. The Bank reserves the right, in its sole discretion, to temporarily or permanently disable a SIDC, de-activate a SIDC User's Account or both.

6. ***Care of Physical Tokens***

6.1. Physical Tokens will remain the property of the Bank.

6.2. The Bank will physically deliver a Physical Token to each Signatory designated to receive one in a manner to be determined by and satisfactory to the Bank.

6.3. Physical Tokens contain delicate and sophisticated instrumentation and therefore should be handled with due care, and should not be immersed in liquids, exposed to extreme temperatures, crushed or bent. Also, Physical Tokens should be kept more than five (5) cm from devices that generate electromagnetic radiation (EMR), such as mobile phones, phone-enabled PDAs, smart phones and other similar devices. Physical Tokens should be carried and stored separate from any EMR device. At close range (less than 5 cm), these devices can output high levels of EMR that can interfere with the proper operation of electronic equipment, including the Physical Token.

6.4. Without derogating from these Terms and Conditions of Use, other technical instructions on the proper use and care of Physical Tokens are available at <http://www.rsa.com>.

7. ***Replacement***

7.1. Lost, damaged, compromised (in terms of 4.5, above) or destroyed Physical Tokens will be replaced at the expense of the Borrower.

7.2. The Bank reserves the right, in its sole discretion, not to replace any Physical Token in the case of misuse, or not to reactivate a SIDC User's Account.

Form of Interim Financial Report
(Separately attached)

Bihar Aapada Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No.....-IN)
Revised Interim Unaudited Financial Report for the quarter ended
IUFR 1: Statement of Sources and Uses of funds

Particulars 1	Allocation as per PAD 2	Actual			CTD expenditure as a % of allocation as per PAD 6 = 5/2*100
		for the year 3	YTD 4	CTD 5	
1. Opening Balances					
Cash in Hand	0.00			-	
Balance with Bank	0.00			-	
Fund in transit				-	
Advances less Liabilities	0.00			-	
Total Opening Balances	0.00	0.00	0.00	0.00	
2. ADD: Receipts					
Grant from Planning & Development Department, Government of Bihar Under the Project	0.00				
Grant from Government of Bihar (convergence from other sources)	0.00				
Other Income	0.00				
Total Receipts(Rs.)	0.00	0.00	0.00	0.00	
3. Less : Project Expenditure					
Improving Flood Risk Management					#DIV/0!
Enhancing Agricultural Productivity & Competiveness					#DIV/0!
Augumenting Connectivity					
Contingent Emergency Response					#DIV/0!
Implementation Support					
Total Project Expenditure(Rs.)	0.00	0.00	0.00	0.00	
4. Closing Balances					
Cash in Hand	0.00		0.00	-	
Balance with Bank	0.00		-	-	
Advances less Liabilities	0.00				
Total Closing Balances (1+2-3)		0.00	0.00	0.00	
Control Check- Cash + Net advances			0.00	0.00	0.00
The documents supporting the above are maintained at the SPMU/DPMU /BPMU of the Society and the sub-implementing agencies. The expenditures reported are in agreement with the books of account maintained by BAPEPS.					
Dated:--/--/----					
Accounts Officer		Deputy Director (Finance)		Project Director	

Bihar Aapada Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No.....-IN)
Revised Interim Unaudited Financial Report for the quarter ended
IUFR 2: Details of Expenditure by Component/Sub Component

Particulars	Allocation as per PAD	Actuals			CTD expenditure as a % of Allocation as per PAD
		For the year	YTD	CTD	
1	2	3	4	5	6 = 5/2*100
A. Improving Flood Risk Management	0.00	#REF!	#REF!	#REF!	
A1: Reinforcement of Flood Control Infrastructure					#DIV/0!
A2: Strengthening of Institutional Capacity to manage flood risk					#DIV/0!
B. Enhancing Agricultural Productivity & Competitiveness	0.00	0.00	0.00	0.00	
B.1: Intensification & Diversification of Production Systems					#DIV/0!
B.2: Strengthening of Agriculture value chain					#DIV/0!
B3: Institutional Development & Market led Extension					
C. Augmenting Connectivity	0.00	0.00	0.00	0.00	
C.1: Strengthening of Roads					
C.2: Institutional Strengthening activities at RWD					
C.3: Construction of bridges					#DIV/0!
D. Contingent Emergency Response	0.00	0.00	0.00	0.00	
E. Implementation Support	#REF!	0.00	0.00	0.00	
E1: Incremental Operating Costs (SPMU)					
E2: Incremental Operating Costs (IA's & their sub-implementing units)					
E3: Consultancies & Technical Services at SPMU level					
E4: Training and Exposure Visits					
Total Expenditure(should tally with Item 3 of IUFR 1)	#REF!	#REF!	#REF!	#REF!	

Accounts Officer

Deputy Director (Finance)

Project Director

Notes: sub activities will be incorporated as required during implementation

Bihar Apada Punarwas Evam Punarnirman society
 Bihar Kosi Basin Development Project (Credit No.....IN)
 Revised Interim Unaudited Financial Report for the quarter ended
 IUF 3: Payments made under Prior Review Contracts (in Rs.)

S.N.	Contractor/Supplier/Consultant	Contract No. & date	Description	Contract Amount (revised)	Stipulated/Actual Date of Completion	WBR No.	Date of No from Bank	Amount Paid			World Bank Share	
								For the Year	YTD	CTD	Reim. %	During the quarter

Dated: - / - / - - -

Accounts Officer

Deputy Director(Finance)

Project Director

Bihar Aapda Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No.....-IN)
Revised Interim Unaudited Financial Report for the quarter year

IUFR 4 :Summary Sheet

No.	Category	Reimbursement %	In Rs.			
			Actual for the quarter	Total Expenditure	Expenditure not eligible for World Bank reimbursement, if any	Eligible Expenditure
						Reimbursable Amount
1	2	3	4		5	6 = 5*3
1		67%	#REF!		#REF!	#REF!
2		100%	#REF!		#REF!	#REF!
Total			#REF!	-	#REF!	#REF!

Dated: ____/____/____

Accounts Officer

Deputy Director (Finance)