The World Bank

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT INTERNATIONAL DEVELOPMENT ASSOCIATION

OFFICIAL O DOCUMENTS

Washington, D.C. 20433

U.S.A.

(202) 473-1000

Cāble Address: INTBAFRAD Cable Address: INDEVAS

October 29, 2012

Honorable William A. Mgimwa Minister for Finance Ministry of Finance P.O. Box 9111 Dar es Salaam Tanzania

Dear Hon. Mgimwa:

Tanzania: Advance Agreement for Preparation of Proposed Southern Agricultural Growth
Corridor of Tanzania (SAGCOT) Investment Project
Project Preparation Advance No. Q787-TZ
Amendment No. 1 to the Advance Agreement

We refer to the Advance Agreement ("Agreement"), dated September 23, 2011, between the United Republic of Tanzania ("Recipient") and the International Development Association ("World Bank") for the above mentioned Project Preparation Advance ("Advance").

We also refer to a letter from Ramadhani M. Khijjah, Permanent Secretary, Ministry of Finance, United Republic of Tanzania, dated July 4, 2012, requesting the World Bank to amend the Agreement by changing the implementing agency of the Advance from Ministry of Finance to the Prime Minister's Office, United Republic of Tanzania.

We are pleased to inform you that the World Bank agrees to this request and proposes to amend Section 2.02 of the Annex to the Agreement as follows:

"2.02. Execution of the Activities Generally. The Recipient declares its commitment to the objectives of the Activities. To this end, the Recipient shall carry out the activities through the Prime Minister's Office in accordance with the provisions of: (a) Article II of the Standard Conditions; (b) this Article II; and (c) the "Guidelines on Preventing and Combating Fraud and Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants", dated October 15, 2006 and revised in January 2011."

In all respects, other than as set forth above, the provisions of the Agreement shall continue to apply with full force and effect.

Please confirm your agreement to the above by signing, dating and returning to us the enclosed copy of this amendment letter. Upon receipt by the World Bank of a copy of the countersigned amendment letter, this amendment letter will become effective as of the date of countersignature.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION AND

Jacques Morisset
Country Manager for Tanzania
Africa Region

AGREED:

UNITED REPUBLIC OF TANZANIA

By: Authorized Representative

Name: R.M. KHIJJAH

Date: 30/10/2012

Cc: Mr. Ramadhani M. Khijjah Permanent Secretary Ministry of Finance Dar es Salaam

> Mr. Peniel Lyimo Permanent Secretary Prime Minister's Office Dar es Salaam

Dr. Servacius Likwelile Deputy Permanent Secretary Ministry of Finance Dar es Salaam

Prof. Benno Ndulu Governor Bank of Tanzania Dar es Salam

Mr. Joseph Massawe Director Strategic Planning and Performance Review Bank of Tanzania Dar es Salaam

Mr. Bedason Shallanda Ag. Commissioner – Policy Analysis Dept Ministry of Finance Dar es Salaam

Mr. Ngosha S. Magonya Commissioner - External Finance Ministry of Finance Dar es Salaam

Mr. Jerome J. Buretta Assistant Commissioner - External Finance Ministry of Finance Dar es Salaam

Mr. John S. Mavura Economist-World Bank Desk Officer Ministry of Finance Dar es Salaam

Mr. Patrick W. Pima Economist-World Bank Desk Officer Ministry of Finance Dar es Salaam