

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

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CONFORMED COPY

April 28, 2011

H.E. Mr. Kakha Baindurashvili  
Minister of Finance  
Ministry of Finance  
70 Abashidze Street,  
Tbilisi, Georgia

Re: Credit No. 4062-GE  
Rural Development Project  
Amendment to the Development Credit Agreement

Excellency,

We refer to the Development Credit Agreement (Credit No. 4062-GE) for the above-referenced Project, dated May 28, 2005 between Georgia (the Borrower) and the International Development Association (the Association) as amended (the Credit Agreement). We also refer to your letter dated April 1, 2011, requesting certain amendments to the Credit Agreement.

We are pleased to inform you that, after due consideration, the Association has agreed to amend the Credit Agreement as follows:

1. Section II (v) of the Annex to Schedule 4 to the Credit Agreement is amended to read as follows:

“(v) Maximum loan size. The maximum (cumulative) loan to any single PCB be 25% of the PCB’s capital and 70% of the NBFI’s capital, unless otherwise agreed by the Association.”

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

Please confirm your agreement with the foregoing by signing, dating and returning to us the enclosed copy of this letter. This amendment shall become effective upon our receipt of the countersigned copy of this amendment letter and the written notification from the Borrower of the completion of necessary domestic procedures for the entry into force of this amendment.

Sincerely,

INTERNATIONAL DEVELOPMENT ASSOCIATION

/s/ Asad Alam  
Country Director for Georgia  
South Caucasus Country Unit  
Europe and Central Asia Region

AGREED AND CONFIRMED:

GEORGIA

By: /s/ Kakha Baindurashvili

Name: Kakha Baindurashvili

Title: Minister of Finance

Date: May 5, 2011