



IFAD
INTERNATIONAL
FUND FOR
AGRICULTURAL
DEVELOPMENT

FIDA
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DE DEVELOPEMENT
AGRICOLE

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FONDO
INTERNACIONAL
DE DESARROLLO
AGRICOLA

IFAD
الصندوق
الدولي للتنمية
الزراعية

23 April 2007

Subject: • Republic of India: IFAD Loan No. 585-IN
(Orissa Tribal Empowerment and Livelihoods Programme)

Amendment to the Programme Loan Agreement

Dear Mr. Secretary,

Please find attached six original copies of the Letter of Amendment to the Loan Agreement and six original copies of the Letter of Amendment to the Programme Agreement, all signed by the President.

We should be grateful if you would have them countersigned and dated by your Authorized Representative and return three original copies of each to IFAD for our records.

Best regards,

Yours sincerely,

Mattia Payer Gallati
Country Programme Manager
Asia and the Pacific Division
Programme Management Department

Secretary to the Government of India
Ministry of Finance
Department of Economic Affairs
New Delhi, India



IFAD
INTERNATIONAL
FUND FOR
AGRICULTURAL
DEVELOPMENT

The President

13 April 2007

Mr Secretary,

Re: Republic of India: IFAD Loan No. 585-IN
(Orissa Tribal Empowerment and Livelihoods Programme)
Amendment to the Programme Loan Agreement

1. We refer to the Programme Loan Agreement dated 18 December 2002 between the Republic of India (hereinafter referred to as "the Borrower") and the International Fund for Agricultural Development (hereinafter referred to as "the Fund") for the execution of the Programme in reference. We also refer to: (i) the findings of the first Phase Review mission carried out by the Fund/UNOPS/DFID/WFP in close coordination with the Borrower and the State of Orissa in September 2006; and (ii) the amendments to the Programme Loan Agreement described in the Phase I Review Report dated December 2006.

2. We are pleased to inform you that the Fund agrees to the proposed amendments and that Loan proceeds earmarked for Phase 2 be made available to the Programme. The Loan Agreement is therefore hereby amended to read as follows:

(a) Section 1.02 (b):

(i) The term "Phase I" or "First Phase" is amended to read as follows:

"Phase I" or "First Phase" means the period commencing on the Effective Date and ending at the end of Programme Year 4"

(ii) The term "Phase II" or "Second Phase" is amended to read as follows:

"Phase II" or "Second Phase" means the period commencing at the beginning of Programme Year 5 and ending at the end of Programme Year 8"

(iii) The term "Phase III" or "Third Phase" is amended to read as follows:

"Phase III" or "Third Phase" means the period commencing at the beginning of Programme Year 9 and ending on the Programme Completion Date"

Secretary to the Government of India
Ministry of Finance
Department of Economic Affairs
New Delhi, India

cc: Secretary to the Government of Orissa
Scheduled Tribes/Scheduled Castes
Development Department
Orissa, India

UNOPS
Kuala Lumpur, Malaysia

UNOPS
Copenhagen, Denmark

- (b) Section 4.03 (a) is amended to read as follows:

"SECTION 4.03 *Phase Reviews.* (a) The Borrower, the Lead Programme Agency, the Fund, the Cooperating Institution and the Participants shall jointly carry out a review of Programme implementation at the beginning of the second half of each of the third and eighth Programme Years (each a "Phase Review")."

- (c) Schedule 2, the Table in paragraph 1 is amended and shall read as per Annex I to this Letter.

- (d) Schedule 3, letter C., paragraph 18 is amended to read as follows:

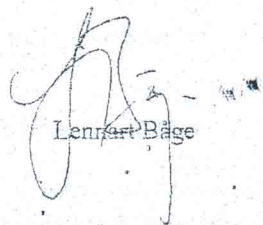
"18. *Phase III Triggers.* Unless otherwise agreed by the Fund, the following specific indicators shall be used, together with the findings of the second Phase Review, to confirm funding for, and the subsequent detailed design of, Phase III of the Programme.

- (a) the number of landless households in those villages in which the Programme has been operating for more than two years has been reduced by at least 20%;
- (b) Revenue Survey Teams have surveyed land with slope gradients of between 10° and 30° degrees in no less than 60% of the villages where the Programme has been operating for two years or more and appropriate land titles have been issued in at least 60% of the surveyed villages;
- (c) VDCs and SHGs in both Phase I and Phase II villages are functioning effectively and at least 80% thereof have been audited in each of the previous two financial years and have shown to have accurate financial records and to have managed Programme funds in an appropriate manner;
- (d) at least 75% of SHGs established in Phase I and Phase II have fully functional savings and internal lending operations and have provided loans to at least 75% of their members in the previous two years;
- (e) village volunteers are continuing to provide services to the communities in Phase I villages;
- (f) Phase I villages have developed effective linkages with service providers and are furthering their development by accessing resources from other government programmes and financial institutions;
- (g) rural infrastructure works undertaken in Phase I are being effectively maintained; and
- (h) policy issues relating to tribal communities have been investigated and have officially been brought to the attention of the Government of Orissa and actions have been taken to institute the necessary reforms."

3. Except as expressly modified hereby, the Loan Agreement remains unmodified and in full force and effect.

4. If this proposal is acceptable to you, we have the honour to request that you countersign the six copies of this Letter and return three copies to the Fund, thereby constituting a formal agreement between the Government of the Republic of India and the Fund, which shall become effective upon countersignature of this letter as of the date hereof.

Accept, Mr Secretary, the assurances of my highest consideration.



Lennart Båge

CONFIRMED:

REPUBLIC OF INDIA

(Authorized Representative)

Date: _____

ANNEX 1

Category	Loan Amount Allocated (Expressed in SDR)	% of Eligible Expenditures to be Financed
I. Vehicles, Equipment and Materials	150 000	100% net of taxes or 90%
II. Technical Assistance, Contractual Services, Studies and Training	3 080 000	100% net of taxes or 95%
III. Investment Fund	4 540 000	98% net of taxes or 96%
IV. Grant Fund	240 000	100%
V. Credit	210 000	100% of amounts disbursed by PMU for Programme Credit Funds for NGOs
VI. Development Initiatives Fund	1 010 000	100%
VII. Salaries and Allowances	690 000	85%
VIII. Other Incremental Costs	160 000	75%
IX. Unallocated	770 000	
Sub-total Phase III	5 200 000	14 850 000 = 16 405 000 US\$
TOTAL	16 050 000	

Country: INDIA		IFAD 585 / IN		- Dates -		
Loan:				Approval:	23 Apr 2002	
				Agreement:	18 Dec 2002	
				Effective:	15 Jul 2003	
				Orig. Closing:	30 Sep 2013	
				Extensions:		
Recipient:	THE REPUBLIC OF INDIA				Last Closing:	30 Sep 2013
Project:	ORISSA TRIBAL EMPOWERMENT AND LIVELIHOODS PROGRAMME				Informal Closing:	
Coop. Inst.:	UNOPS - ASIA AND PACIFIC REGIONAL OFFICE				Suspension:	
Division:	ASIA					
Status:	EFFECTIVE					
Financing:	COFINANCED					
	Region: ASIA					
	Completion: 31 Mar 2013					
All amounts are expressed in SDR						
Category	Description	%Fin Fx Lx	Allocated	Disbursed % Disb.	Committed	Available Balance
99	AUTHORIZED ALLOCATION - SPECIAL ACCOUNT-	NaN NaN	0.00	677,906.35 100.00	0.00	-677,906.35
1	VEHICLES, EQUIPMENT AND MATERIALS-	100 100	150,000.00	24,394.36 16.26	0.00	125,605.64
2	TECHNICAL ASSISTANCE, CONTRACTUAL SERVICES, STUDIES AND TRAINING	100 100	3,080,000.00	278,688.04 9.05	0.00	2,801,311.96
3	INVESTMENT FUND-	98 98	4,540,000.00	608,028.34 13.39	0.00	3,931,971.66
4	GRANT FUND-	100 100	240,000.00	4,792.07 2.00	0.00	235,207.93
5	CREDIT-	100 100	210,000.00	0.00 0.00	0.00	210,000.00
6	DEVELOPMENT INITIATIVES FUND-	100 100	1,010,000.00	49,692.46 4.92	0.00	960,307.54
7	SALARIES AND ALLOWANCES-	85 85	690,000.00	40,797.81 5.91	0.00	649,202.19
8	OTHER INCREMENTAL COSTS-	75 75	160,000.00	10,417.93 6.51	0.00	149,582.07
11	PHASE III-	0 0	5,200,000.00	0.00 0.00	0.00	5,200,000.00
99	UNALLOCATED-	0 0	770,000.00	0.00 0.00	0.00	770,000.00
Total:				16,050,000.00 1,694,717.36 10.56	0.00	14,355,282.64

Historic Transactions

(as of today)

Borrower's Address: *MINISTRY OF FINANCE*

*DEPARTMENT OF ECONOMIC AFFAIRS
GOVERNMENT OF INDIA-269 NORTH BLOCK
5TH FLOOR, B-WING, JANPATH BHAWAN
NEW DELHI 110 001
INDIA*

Loan : IFAD
585IN

----- REFERENCED BY YOUR REQUEST -----

----- CHARGED TO YOU ACCOUNT -----

W. Appin. No.	Category	Curr.	Amount	Ref. no.	Value Date	SDR Amount	Ex. Rate	USD Equiv	Trans. Type
RF-01	99	USD	1,000,000.00	WAI	2003-12-24	677,906.35	1.47513	1,000,000.00	D
			1,000,000.00			677,906.35		1,000,000.00	
RF-04	1	USD	25,995.49	WA3	2006-03-20	17,957.97	1.44757	25,995.49	D
RF-04	2	USD	71,160.01	WA3	2006-03-20	49,158.12	1.44757	71,160.01	D
RF-04	7	USD	33,170.93	WA3	2006-03-20	22,914.34	1.44757	33,170.93	D
RF-04	8	USD	6,598.01	WA3	2006-03-20	4,557.93	1.44757	6,598.01	D
RF-05	1	USD	7,958.63	WA3	2006-03-20	5,497.91	1.44757	7,958.63	D
RF-05	2	USD	213,758.99	WA3	2006-03-20	147,667.05	1.44757	213,758.99	D
RF-05	6	USD	64,366.01	WA3	2006-03-20	44,464.75	1.44757	64,366.01	D
RF-05	7	USD	8,700.54	WA3	2006-03-20	6,010.43	1.44757	8,700.54	D
RF-05	8	USD	6,587.23	WA3	2006-03-20	4,550.53	1.44757	6,587.23	D
			438,295.84			302,779.59		438,295.84	
RF-06	1	USD	1,082.49	WA4	2006-08-08	726.07	1.49089	1,082.49	D
RF-06	2	USD	38,817.93	WA4	2006-08-08	26,036.92	1.49088	38,817.93	D
RF-06	3	USD	257,826.37	WA4	2006-08-08	172,935.70	1.49088	257,826.37	D
RF-06	4	USD	7,144.40	WA4	2006-08-08	4,792.07	1.49088	7,144.40	D
RF-06	6	USD	7,793.39	WA4	2006-08-08	5,227.71	1.49088	7,793.39	D
RF-06	7	USD	3,463.95	WA4	2006-08-08	2,323.43	1.49088	3,463.95	D
RF-06	8	USD	887.64	WA4	2006-08-08	595.38	1.49088	887.64	D
			317,016.67			212,637.28		317,016.67	
09	1	INR	13,500.00	WA5	2007-03-09	203.37	1.50253	305.57	D
09	2	INR	2,055,900.00	WA5	2007-03-09	30,970.23	1.50256	46,534.63	D
09	3	INR	15,606,000.00	WA5	2007-03-09	235,089.94	1.50256	353,236.76	D
09	7	INR	584,400.00	WA5	2007-03-09	8,803.44	1.50256	13,227.70	D
09	8	INR	36,600.00	WA5	2007-03-09	551.35	1.50255	828.43	D
10	1	INR	600.00	WA5	2007-03-09	9.04	1.50221	13.58	D
10	2	INR	1,650,000.00	WA5	2007-03-09	24,855.72	1.50256	37,347.22	D
10	3	INR	13,276,300.00	WA5	2007-03-09	200,002.70	1.50256	300,516.07	D
10	7	INR	49,500.00	WA5	2007-03-09	745.67	1.50257	1,120.42	D
10	8	INR	10,800.00	WA5	2007-03-09	162.69	1.50255	244.45	D
			33,284,100.00			501,394.15		753,374.83	
						1,694,717.36		2,508,687.34	