

USAID Grant Agreement No. 306-06-11

AMENDMENT NUMBER ELEVEN

TO THE STRATEGIC OBJECTIVE GRANT AGREEMENT

BETWEEN

THE UNITED STATES OF AMERICA

AND

THE ISLAMIC REPUBLIC OF AFGHANISTAN (IRoA)

FOR

**THE STRATEGIC OBJECTIVE OF A DEMOCRATIC GOVERNMENT WITH BROAD
CITIZEN PARTICIPATION**

Dated as of: April 10, 2008

AMENDMENT NUMBER ELEVEN

TO

THE STRATEGIC OBJECTIVE GRANT AGREEMENT

AMENDMENT NUMBER ELEVEN TO THE STRATEGIC OBJECTIVE GRANT AGREEMENT between the Government of the United States of America, acting through the United States Agency for International Development ("USAID"), and the Government of the Islamic Republic of Afghanistan (hereinafter referred to as the "Grantee" or the "IRoA"), acting through the Ministry of Finance, dated as of April 10, 2008

WHEREAS, the Grantee and USAID entered into a Strategic Objective Grant Agreement ("SOAG") for the Strategic Objective of "A Democratic Government with Broad Citizen Participation" (USAID Grant Agreement No. SOAG-306-06-00) dated September 19, 2005 and subsequently amended that SOAG on:

- September 30, 2005 (Amendment No. 1);
- April 6, 2006 (Amendment No. 2);
- May 11, 2006 (Amendment No. 3);
- June 28, 2006 (Amendment No. 4);
- September 18, 2006 (Amendment No. 5);
- April 07, 2007 (Amendment No. 6);
- July 2, 2007 (Amendment No. 7);
- July 23, 2007 (Amendment No. 8);
- September 19, 2007 (Amendment No. 9); and,
- September 30, 2007 (Amendment No. 10).

The SOAG as so amended is referred to hereinafter as the "Agreement."

WHEREAS, USAID and the Grantee desire to further amend the Agreement to: (a) increase the USAID contribution by **Thirty Four Million Two Hundred Thousand** United States (U.S.) Dollars (**U.S. \$34,200,000.00**); and (b) update the illustrative financial plan to reflect certain adjustments and to cross reference and cross-walk the original SOAG budget information against the new USAID standardized program budget structure.

NOW, THEREFORE, the Parties hereto hereby agree that the Agreement shall be amended as follows:

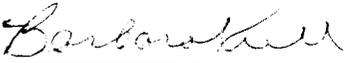
1. The first sentence in Section 3.1(a) of the Agreement is deleted in its entirety and the following is substituted in lieu thereof: "(a) The Grant. To help achieve the Objective set forth in this Agreement, USAID, pursuant to the Foreign Assistance Act of 1961, as amended, hereby grants to the Grantee under the terms of this Agreement not to exceed **Two Hundred Twenty Eight Million Twenty Two Thousand Four Hundred Thirty Three** United States (U.S.) Dollars (**U.S.\$ 228,022,433.00**) (the 'Grant')."
2. The illustrative financial plan set forth in Attachment 1 to Annex 1 to the Agreement is deleted and the updated illustrative financial plan attached hereto as Attachment A and Attachment B to this Amendment is substituted in lieu thereof.

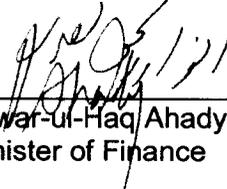
Except as further amended herein, all other terms and conditions of the Agreement remain in full force and effect. Capitalized terms not defined in this Amendment shall have the meanings ascribed thereto in the Agreement. This Amendment is prepared in both English and Dari. In the event of ambiguity or conflict between the two versions, the English language version will control.

IN WITNESS WHEREOF, the Grantee and the United States of America, each acting through its duly authorized representatives, have caused this Amendment Number TEN to be signed in their names and delivered as of the day, month and year first written above.

FOR THE UNITED STATES OF AMERICA

FOR THE ISLAMIC REPUBLIC OF
AFGHANISTAN

By: 
Name: Barbara Krell
Title: Acting Mission Director,
USAID/Afghanistan

By: 
Name: Anwar-ul-Haq Ahady
Title: Minister of Finance

Appropriation: 728/91037-90
Fund Account: NOA ESF 2008/2009 (ESF)

Program Area: A07
Program Element A029
Amount: \$835,000
Co: 306-SOAG-306-05-0006.00--1

Program Area: A07
Program Element A030
Amount: \$835,000
Co: 306-SOAG-306-05-0006.00--1

Program Area: A07
Program Element A031
Amount: \$835,000
Co: 306-SOAG-306-05-0006.00--1

Program Area: A07
Program Element A032
Amount: \$795,000
Co: 306-SOAG-306-05-0006.00--1

Program Area: A08
Program Element A035
Amount: \$16,500,000
Co: 306-SOAG-306-05-0006.00--3

Program Area: A08
Program Element A036
Amount: \$1,100,000
Co: 306-SOAG-306-05-0006.00--3

Program Area: A09
Program Element A041
Amount: \$9,340,000
Co: 306-SOAG-306-05-0006.00--2

Program Area: A09
Program Element A043
Amount: \$660,000
Co: 306-SOAG-306-05-0006.00--2

Program Area: A10
Program Element A044
Amount: \$1,670,000
Co: 306-SOAG-306-05-0006.00--4

Program Area: A10
Program Element A045
Amount: \$1,630,000
Co: 306-SOAG-306-05-0006.00--4

ILLUSTRATIVE FINANCIAL PLAN FOR FY 2005 TO FY 2010

Amendment No. 11

In Thousands of U.S. Dollars

Objective and Activities	Amount Obligated prior to Amendment No. 11	Amount Obligated in Amendment No. 11	Cumulative Obligations in FY 2005 - FY 2008 *	Amount Remaining to be Obligated in FY 2008 - FY 2010 **	Total Estimated Contribution
A DEMOCRATIC GOVERNMENT WITH BROAD CITIZEN PARTICIPATION					
USAID Grant Agreement No. SOAG-306-06-00					
Build Capacity of the Formal Justice System***	21,200	3,300	24,500	65,700	90,200
Strengthen Election and Political Process ***	24,557	10,000	34,557	(779)	33,778
Strengthen Institutions for Good Governance***	121,369	17,600	138,969	(56,619)	82,350
Increase the Presence and Performance of the Non-government Sector***	23,178	3,300	26,478	(878)	25,600
USAID Program Support	3,518	-	3,518	7,662	11,180
TOTAL OBJECTIVE 6:	193,822.500	34,200	228,023	15,086	243,108

NOTE * – References to "FY" refer to the USG fiscal year

NOTE ** – These funds are subject to the availability of funds to USAID and the other conditions set forth in Section 3.1 (b) of the Agreement

NOTE *** – The illustrative financial plan previously included a line item for "Pre-existing Mortgages"; however, the funds in that line item are now included in the relevant programmatic line items indicated above

ILLUSTRATIVE FINANCIAL PLAN FOR FY 2005 TO FY 2010
Amendment No. 11
In Thousands of U.S. Dollars

Program Area	Program Element	Old Activity/Intermediate Results (IR) Title	Amount Obligated prior to Amendment No. 11	Amount Obligated in Amendment No. 11	Cumulative Obligations in FY 2005 - FY 2008*	Amount Remaining to be Obligated in FY 2008 - FY 2010**	Total Estimated Contribution		
TIC GOVERNMENT WITH BROAD CITIZEN PARTICIPATION									
Agreement No. SOAG-306-06-00									
2.1	Rule of Law & Human Rights	2.1.1	Constitutions Laws, & Legal Systems	Building Capacity of the Formal Justice System	4,575	835	5,410	23,556	28,966
		2.1.2	Judicial Independence	Building Capacity of the Formal Justice System	10,663	835	11,498	16,471	27,968
		2.1.3	Justice System	Building Capacity of the Formal Justice System	4,575	835	5,410	23,556	28,966
		2.1.4	Human Rights	Building Capacity of the Formal Justice System	788	795	1,583	(583)	1,000
		2.1.5	Program Support (Rule of Law)	USAID Program Support	894	-	894	1,901	2,795
			21,494	3,300	24,794	64,901	89,695		
2	Good Governance	2.2.1	Legislative Functions and processes	Strengthen Institutions for Good Governance	3,000	-	3,000	(1,000)	2,000
		2.2.2	Public Sector Executive Function	Strengthen Institutions for Good Governance	38,831	16,500	55,331	(49,150)	6,181
		2.2.3	Local Government and Decentralization	Strengthen Institutions for Good Governance	79,538	1,100	80,638	(7,969)	72,669
		2.2.6	Program Support (Governance)	USAID Program Support	2,635	-	2,635	2,160	4,795
			124,005	17,600	141,605	(55,960)	85,645		
2.3	Political Competition & Consensus-Building	2.3.2	Elections and Political Processes	Strengthen Election and Political Process	10,328	9,340	19,668	(1,379)	18,289
		2.3.3	Political Parties	Political Parties	13,629	-	13,629	4,660	18,289
		2.3.4	Program Support (Political Competition)	USAID Program Support	895	660	1,555	1,240	2,795
			24,852	10,000	34,852	4,521	39,373		
2.4	Civil Society	2.4.1	Civic Participation	Increase the Presence and Performance of the Non-governmental Sector	14,594	1,670	16,264	(3,464)	12,800
		2.4.2	Media Freedom and Freedom of Information	Increase the Presence and Performance of the Non-governmental Sector	7,984	1,630	9,614	3,186	12,800
		2.4.3	Program Support (Civil Society)	USAID Program Support	894	-	894	1,901	2,795
			23,472	3,300	26,772	1,623	28,395		
TOTAL OBJECTIVE 6:			193,823	34,200	228,023	15,086	243,108		

*References to "FY" refer to the USG fiscal year.

**These funds are subject to the availability of funds to USAID and the other conditions set forth in Section 3.1 (b) of the Agreement