

USAID Grant Agreement No. 498-0045.83

AMENDMENT NUMBER TWO

TO THE

STRATEGIC OBJECTIVE GRANT AGREEMENT

BETWEEN

THE DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA

AND THE

UNITED STATES OF AMERICA

FOR

TSUNAMI RECOVERY AND RECONSTRUCTION IN SRI LANKA

Date: September 18, 2006

This AMENDMENT NUMBER TWO is entered into on September 18, 2006 by and between the UNITED STATES OF AMERICA, acting through the United States Agency for International Development ("USAID"), and the DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA ("Grantee").

WHEREAS, the Grantee and USAID ("Parties") entered into a Strategic Objective Grant Agreement ("Agreement") for "Tsunami Recovery and Reconstruction in Sri Lanka" dated July 25, 2005; which was amended by Amendment No. 1 dated May 8, 2006 (which agreement, as amended, is hereinafter referred to as the "Agreement");

WHEREAS, the Grantee and USAID desire to further amend the Agreement to reflect an increase of Two Hundred Forty-Three Thousand Nine Hundred Ninety-Seven Dollars and Twenty Cents (\$243,997.20) in the USAID contribution to the Agreement under the Large Scale Infrastructure line item.

NOW THEREFORE, the Parties hereby agree to amend the Agreement as follows:

1. Section 3.1(a) entitled "Total Estimated USAID Contribution" is amended by deleting "Sixty Million Six Hundred Twenty-Eight Thousand One Hundred Twelve United States ("U.S.") Dollars and Fifty Cents (\$60,628,112.50)" and substituting therefor "Sixty Million Eight Hundred Seventy-Two Thousand One Hundred Nine United States ("U.S.") Dollars and Seventy Cents (\$60,872,109.70)".
2. The Program Financial Plan, Attachment 1 to Annex 1 of the Agreement, is deleted in its entirety and Attachment 1 hereto is substituted therefor.
3. Except as amended hereby, the Agreement between the Grantee and USAID remains in full force and effect.

IN WITNESS WHEREOF, the Grantee and USAID, each acting through its duly authorized representative, have caused this Amendment Number Two to their Strategic Objective Grant Agreement for Tsunami Recovery and Reconstruction in Sri Lanka to be signed in their names as of the date first above written.

GOVERNMENT OF THE DEMOCRATIC
SOCIALIST REPUBLIC OF SRI LANKA

GOVERNMENT OF THE
UNITED STATES OF AMERICA

By:  _____

Name: Sujatha Cooray
Title: Director-General
External Resources Department
Ministry of Finance and Planning

By:  _____

Name: Rebecca W. Cohn
Title: Mission Director
USAID Sri Lanka

Program Financial Plan

Code	Program Inputs	Direct Assistance	SOAG	AMENDMENT 2	Total SOAG obligations to date	Total Obligations for Sri Lanka (SOAG + Direct Assistance)
		Obligations by USAID prior to signing of SOAG in June 2005 *	Obligations made in SOAG of May 2005 by USAID/ Sri Lanka	Obligations made by this action		
10	Relief and reconstruction	55,007,839.00	0.00	0.00	0.00	55,007,839.00
20	Livelihood Restoration	3,980,000.00	8,070,000.00	0.00	8,070,000.00	12,050,000.00
30	Transition Support	0.00	5,928,340.00	0.00	5,928,340.00	5,928,340.00
40	Rebuilding Small-Scale Infrastructure	14,750,000.00	750,049.50	0.00	750,049.50	15,500,049.50
50	Rebuilding Large-Scale Infrastructure	0.00	37,005,011.00	243,997.20	37,249,008.20	37,249,008.20
80	Technical Assistance, Good Governance	3,125,288.00	7,874,712.00	0.00	7,874,712.00	11,000,000.00
90	Tsunami Administration	0.00	1,000,000.00	0.00	1,000,000.00	1,000,000.00
	TOTAL	76,863,127.00	60,628,112.50	243,997.20	60,872,109.70	137,735,236.70

* Direct Assistance - Represents emergency funds directly committed prior to this Agreement. These funds were obligated directly by USAID during the relief stage of post tsunami assistance, prior to the Tsunami Supplemental authorization by the U.S. Congress

Both Parties agree that up to 15% of the total amount of each line item in the Budget may be transferred to another line item without a change to the total obligated amount through the exchange of an implementation letter rather than a formal amendment to the Grant.