

A.I.D. Loan No. 386-T-229  
Project No. 386-0475



FIRST AMENDMENT  
TO THE  
PROJECT LOAN AND GRANT AGREEMENT  
BETWEEN  
THE PRESIDENT OF INDIA  
AND  
THE UNITED STATES OF AMERICA  
FOR  
MADHYA PRADESH SOCIAL FORESTRY  
(Conformed Copy)

Dated: November 20, 1981

FIRST AMENDMENT TO PROJECT LOAN AND GRANT  
AGREEMENT

This Amendment entered into on the 20th day of November 1981 between the President of India (Cooperating Country) and the United States of America acting through the Agency for International Development (A.I.D.) hereby amends the Project Loan and Grant Agreement No. 386-T-229 dated September 30, 1981, for Madhya Pradesh Social Forestry.

WITNESSETH

Whereas the Project Loan and Grant Agreement provided that A.I.D. would grant to the Cooperating Country an amount not to exceed United States Dollars One Million (\$1,000,000) in grant funds and an amount not to exceed United States Dollars Three Million (\$3,000,000) in loan funds for the Project; and

Whereas the Cooperating Country has requested that additional Loan funds in the sum of United States Dollars Ten Million (\$10,000,000) be made available for the Project, for a new total loan of United States Dollars Thirteen Million (\$13,000,000); and a new total of loan and grant funds of United States Dollars Fourteen Million (\$14,000,000); and

Whereas A.I.D. is prepared to make the additional loan funds available as requested by the Borrower; and

Whereas the Cooperating Country has agreed to provide the equivalent of an additional \$10,000,000 contribution for this project, including costs borne on an "in-kind" basis, for a new total contribution of \$13,000,000:

NOW THEREFORE

Sections 3.1 and 3.2 of Article 3 of the Project Loan and Grant Agreement are hereby amended to read as follows:

"SECTION 3.1 The Grant; The Loan. To assist the Cooperating Country to meet the costs of carrying out the Project, A.I.D., pursuant to the Foreign Assistance Act of 1961, as amended, intends to provide up to Twenty Five Million United States ("U.S.") Dollars (\$25,000,000) in increments, to support the Project, including Twenty Four Million U.S. Dollars (\$24,000,000) in Loan funds and One Million U.S. Dollars (\$1,000,000) in Grant funds. As an initial increment plus first additional increment, and subject to the Terms and Conditions of this Agreement, A.I.D. agrees to grant the Cooperating Country not to exceed One Million United States (U.S.) Dollars (\$1,000,000) ("Grant") and to lend the Cooperating Country not to exceed Thirteen Million U.S. Dollars (\$13,000,000) ("Loan"). The aggregate amount of disbursements under the Loan is referred to as "Principal". The Loan and Grant together are referred to as the "Assistance". The Assistance may be used to finance Foreign Exchange Costs, as defined in Section 7.1, and Local Currency Costs, as defined in Section 7.2, of goods and services required for the Project".

"SECTION 3.2. Cooperating Country Resources for the Project.

(a) The Cooperating Country agrees to provide or cause to be provided for the Project all funds, in addition to the

Assistance, and all other resources required to carry out the Project effectively and in a timely manner.

- (b) The Cooperating Country intends to provide a matching contribution for this Project up to the equivalent of Twenty Five Million United States (U.S.) Dollars (\$25,000,000). For this increment plus the initial increment, the equivalent of Thirteen Million U.S. Dollars (\$13,000,000), including costs borne on an "in-kind" basis, is being provided by the Cooperating Country".

Except as amended above, all the other terms and conditions of the Project Loan and Grant Agreement dated September 30, 1981 shall remain in full force and effect.

THE PRESIDENT OF INDIA

By           -/Sd./-          

Name: Purshottam Lal

Title: Director  
Department of Economic Affairs  
Ministry of Finance

THE UNITED STATES OF AMERICA

By           -/Sd./-          

Name: Priscilla M. Boughton

Title: Director  
United States Agency for  
International Development  
India