CREDIT NUMBER 4992-VN

Financing Agreement

(Additional Financing for
Vietnam Avian and Human Influenza Control and Preparedness Project)

between

SOCIALIST REPUBLIC OF VIETNAM

and

INTERNATIONAL DEVELOPMENT ASSOCIATION

Dated December 21st, 2011

FINANCING AGREEMENT

AGREEMENT dated October 21st, 2011, entered into between SOCIALIST REPUBLIC OF VIETNAM ("Recipient") and INTERNATIONAL DEVELOPMENT ASSOCIATION ("Association") for the purpose of providing additional financing for the Original Project (as defined in the Appendix to this Agreement). The Recipient and the Association hereby agree as follows:

ARTICLE I — GENERAL CONDITIONS; DEFINITIONS

1.01. The General Conditions (as defined in the Appendix to this Agreement) constitute an integral part of this Agreement.

1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the General Conditions, the Appendix to this Agreement, or in the Original Financing Agreement.

ARTICLE II — FINANCING

2.01. The Association agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a credit in an amount equivalent to six million two hundred thousand Special Drawing Rights (SDR 6,200,000) (variously, "Credit" and "Financing") to assist in financing the project described in Schedule 1 to this Agreement ("Project").

2.02. The Recipient may withdraw the proceeds of the Financing in accordance with Section IV of Schedule 2 to this Agreement.

2.03. The Maximum Commitment Charge Rate payable by the Recipient on the Unwithdrawn Financing Balance shall be one-half of one percent (1/2 of 1%) per annum.

2.04. The Service Charge payable by the Recipient on the Withdrawn Credit Balance shall be equal to three-fourths of one percent (3/4 of 1%) per annum.

2.05. The Payment Dates are May 15 and November 15 in each year.

2.06. The principal amount of the Credit shall be repaid in accordance with the repayment schedule set forth in Schedule 3 to this Agreement.

2.07. The Payment Currency is Dollar.

ARTICLE III — PROJECT

3.01. The Recipient declares its commitment to the objective of the Project. To this end, the Recipient shall carry out the Project through its Ministry of Agricultural and Rural Development, Ministry of Health, and Project Provinces in accordance with the provisions of Article IV of the General Conditions.

3.02. Without limitation upon the provisions of Section 3.01 of this Agreement, and except as the Recipient and the Association shall otherwise agree, the Recipient shall ensure that the Project is carried out in accordance with the provisions of Schedule 2 to this Agreement and Section I of Schedule 2 of the Original Financing Agreement.

ARTICLE IV — EFFECTIVENESS; TERMINATION

4.01. The Additional Conditions of Effectiveness consist of the following:

(a) MARD PCU and MOH PCU have each adopted a revised Project Implementation Manual for the purposes of the Project, in form and substance satisfactory to the Association.

(b) The Co-financing Agreement has been executed and delivered and all conditions precedent to its effectiveness or to the right of the Recipient to make withdrawals under it (other than the effectiveness of this Agreement) have been fulfilled.

4.02. The Effectiveness Deadline is the date ninety (90) days after the date of this Agreement.

4.03. For purposes of Section 8.05(b) of the General Conditions, the date on which the obligations of the Recipient under this Agreement (other than those providing for payment obligations) shall terminate is twenty (20) years after the date of this Agreement.

ARTICLE V — REPRESENTATIVE; ADDRESSES

5.01. The Recipient's Representative is the Governor, or a Deputy Governor, of the State Bank of Vietnam.

5.02. The Recipient's Address is:

State Bank of Vietnam

49 Lý Thái Tổ
Hà Nội
Socialist Republic of Vietnam

Cable:	Telex:	Facsimile:
VIETBANK Hanoi	412248 NHTWVT	(84-4) 3 82 50 612

5.03. The Association's Address is:

International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable:	Telex:	Facsimile:
INDEVAS Washington, D.C.	248423 (MCI)	(1-202) 477-6391

AGREED at Hanoi, Socialist Republic of Vietnam, as of the day and year first above written.

SOCIALIST REPUBLIC OF VIETNAM

By 

Authorized Representative

INTERNATIONAL DEVELOPMENT ASSOCIATION

By

Authorized Representative

SCHEDULE 1

Project Description

The objective of the Project is to assist the Recipient to increase the effectiveness of public services in reducing the health risk to poultry and humans from avian influenza in selected provinces, through measures to control the disease at source in domestic poultry, to detect early and respond to human cases of infection, and to prepare for the medical consequences of a potential human pandemic.

The Project consists of the following:

Part A: HPAI Control and Eradication in the Agricultural Sector

1. Carry out a program to strengthen veterinary services, consisting of:

   (a) assessment of the needs and capacity of the laboratories of selected national, regional and provincial veterinary services institutions to carry out HPAI diagnostic work; development of quality management procedures; and enhancement of the technical, human and financial resources of said institutions to ensure the operational sustainability of their diagnostic laboratories in carrying out HPAI work;

   (b) provision of biosafe virus isolation capacity to the Regional Animal Health Office No. 6; and

   (c) expansion of the commune-based HPAI early warning and disease reporting network of the Project Provinces.

2. Carry out a program to enhance disease control, consisting of:

   (a) control of market-based avian influenza through upgrading of hygiene-related market facilities and enhancement of hygiene and other market procedures at selected live-poultry markets;

   (b) development and dissemination of procedures to break the infection chains between farms and poultry slaughterhouses;

   (c) development and implementation of a pilot disease monitoring system to enable large commercial farms to demonstrate sustained freedom from avian influenza leading to the establishment of avian influenza-free farms and compartments, through the establishment of appropriate biosecurity standards and the development of biosecurity audit methods;

   (d) vaccination activities, including: development of appropriate vaccination methods for ducks; field trial of vaccination of minor poultry species;

dissemination of ring vaccination methods to control localized disease outbreaks; assessment of feasibility of local vaccine production; and improvements in the vaccine storage capacity in the Project Provinces; and

(e) improvements of the animal quarantine procedures and capacity of the border Project Province of Lang Son.

3. Carry out a program of surveillance and epidemiological investigations, consisting of:

(a) disease surveillance in the poultry markets, slaughterhouses, farms, poultry flocks and border areas selected for disease control activities to monitor and evaluate the effects of such activities;

(b) disease surveillance in wild bird population in areas with high infection risk;

(c) intensive rapid assessments of selected Project Provinces to develop HPAI risk profiles, assess surveillance activities and develop plans for sustainable disease control; and

(d) strengthening of data management capacity.

4. Prepare for poultry sector restructuring through:

(a) strengthening of the analytical and planning capacity of the Department of Livestock Production;

(b) development and piloting of biosecure poultry farm models; and

(c) upgrading of the biosecurity for small scale poultry farms through the development of biosecurity guidelines and the provision of small grants for basic biosecurity improvements.

5. Establish an emergency HPAI outbreak containment plan through:

(a) enhancing procedures and mechanisms for early reporting of disease outbreaks by villagers and smallholders;

(b) simulation exercises in avian influenza outbreak containment;

(c) provision of equipment, vaccines and emergency financial resources to support the rapid mobilization and deployment of teams of first responders, and large scale vaccination in case of widespread outbreaks, in Project Provinces and other localities; and

(d) review and improvements of compensation mechanisms, and provision of compensation payments to smallholders in the event of culling.

Part B: Influenza Prevention and Pandemic Preparedness in the Health Sector

1. Carry out a program to improve disease surveillance and response systems, consisting of:

(a) assessment of current surveillance systems;

(b) pilot interventions to improve surveillance systems at the provincial level, and expansion of new internet-based surveillance model for infectious diseases;

(c) improvements in disease data management, quality and timeliness of disease reporting;

(d) expansion of an early warning and response system to the Project Provinces, including to the community level;

(e) establishment and capacity building of rapid response teams at the provincial and district levels;

(f) strengthening of surveillance capacity;

(g) fostering of coordination and collaboration with other sectors including through the establishment of a protocol for multi-sectoral collaboration on disease surveillance; and

(h) development of strategic plan on emerging infectious diseases preparedness and response.

2. Carry out a program to improve the technical quality and efficiency of curative care preparedness, consisting of:

(a) development and implementation of a facility preparedness plan, including: review of options and operational needs to respond to an overwhelming epidemic or public health emergency; development of mechanisms to deploy equipment and supply to match the demand for curative services; and epidemic simulation exercises to test preparedness;

(b) review and update of operational and technical guidelines and development of training manuals for avian influenza pandemic prevention and control, including clarification of roles and responsibilities; formulation of functional structures; and enhancement of

communication and coordination mechanisms among different agencies and between administrative levels;

(c) formulation and implementation of a training strategy to strengthen the capacity of hospital facilities managers and clinical and support personnel to provide curative services;

(d) improvement in the capacities to control infection of health care facilities at the provincial and district levels, including assessment of and improvement in readiness and treatment capacities (infrastructure and equipment) of such facilities;

(e) piloting infectious disease surveillance systems; and

(f) development of healthcare waste management plan and treatment.

3. Carry out a program to strengthen behavior change communication in health facilities and in the community, consisting of:

(a) a survey and evaluation of knowledge, attitudes and practices regarding avian influenza, including assessment of behavior change communication and risk communication impacts;

(b) formulation of behavior change communication action plans for selected Project Provinces;

(c) provision of training to provincial, district, commune and village human and animal health workers to carry out behavior change communication and risk communication activities;

(d) community awareness-raising and participation activities;

(e) information, education and communication campaigns;

(f) development of a national risk communication plan; and

(g) improving the tool-kit for behavior change communication and risk communication for emerging infectious diseases.

4. Carry out a program to strengthen the preventive health system at the local level, consisting of:

(a) strengthening of the capacity, policies and structures of human resource in the preventive health field;

(b) supporting pilot approaches and systems for district preventive health centers in selected Project Provinces through the provision of sub-grants to said Provinces and scaling up of these approaches and systems; and

(c) piloting of coordination mechanisms to integrate preparedness and response activities of the human health sector and the animal health sector to manage avian influenza and other complex public health threats.

Part C: Integration and Coordination; Monitoring and Evaluation; Project Management Support

1. Strengthen the institutional structure and development of mechanisms to promote the integration and coordination of strategies and activities for avian and human influenza control and preparedness in the animal health and human health sectors; and carry out regional outreach activities.

2. Design and establish a result-based monitoring and evaluation system to monitor progress and impact of: (a) activities in HPAI control and eradication in the agricultural sector; and (b) activities in influenza prevention and pandemic preparedness in the health sector.

3. Strengthen the institutional capacity to plan, coordinate and manage Project implementation at the national, provincial, district and commune levels, including audit of Project accounts in: (a) the agricultural sector; and (b) the health sector.

SCHEDULE 2

Project Execution

Section I. Implementation Arrangements

A. Institutional Arrangements

The implementation arrangements described in Section I of Schedule 2 to the Original Financing Agreement constitute an integral part of this Agreement and are incorporated by reference herein.

B. Anti-Corruption

The Recipient shall ensure that the Project is carried out in accordance with the provisions of the Anti-Corruption Guidelines.

Section II. Project Monitoring, Reporting and Evaluation

A. Project Reports

The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports in accordance with the provisions of Section 4.08 of the General Conditions and on the basis of indicators acceptable to the Association. Each Project Report shall cover the period of one (1) calendar semester, and shall be furnished to the Association not later than forty-five (45) days after the end of the period covered by such report.

B. Financial Management, Financial Reports and Audits

1. The Recipient shall maintain or cause to be maintained a financial management system in accordance with the provisions of Section 4.09 of the General Conditions.

2. Without limitation on the provisions of Part A of this Section, the Recipient shall prepare and furnish to the Association as part of the Project Report not later than forty-five (45) days after the end of each calendar quarter, interim unaudited financial reports for the Project covering the quarter, in form and substance satisfactory to the Association.

3. The Recipient shall have its Financial Statements audited in accordance with the provisions of Section 4.09(b) of the General Conditions. Each audit of the Financial Statements shall cover the period of one (1) fiscal year of the Recipient. The audited Financial Statements for each such period shall be furnished to the Association not later than six (6) months after the end of such period.

Section III. Procurement

A. General

1. **Goods and Works.** All goods and works required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines, and with the provisions of this Section.

2. **Consultants' Services.** All consultants' services required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines, and with the provisions of this Section.

3. **Definitions.** The capitalized terms used below in this Section to describe particular procurement methods or methods of review by the Association of particular contracts, refer to the corresponding method described in the Procurement Guidelines, or Consultant Guidelines, as the case may be.

B. Particular Methods of Procurement of Goods and Works

1. **International Competitive Bidding.** Except as otherwise provided in paragraph 2 below, goods and works shall be procured under contracts awarded on the basis of International Competitive Bidding.

2. **Other Methods of Procurement of Goods and Works.** The following table specifies the methods of procurement, other than International Competitive Bidding, which may be used for goods and works. The Procurement Plan shall specify the circumstances under which such methods may be used:

Procurement Method	
(a)	National Competitive Bidding, subject to the additional provisions set forth in the Annex to this Schedule 2
(b)	Shopping
(c)	Direct Contracting

C. Particular Methods of Procurement of Consultants' Services

1. **Quality- and Cost-based Selection.** Except as otherwise provided in paragraph 2 below, consultants' services shall be procured under contracts awarded on the basis of Quality- and Cost-based Selection.

2. **Other Methods of Procurement of Consultants' Services.** The following table specifies methods of procurement, other than Quality- and Cost-based Selection,

which may be used for consultants' services. The Procurement Plan shall specify the circumstances under which such methods may be used:

Procurement Method
(a) Quality Based Selection
(b) Selection Based on Consultants' Qualification
(c) Least Cost Selection
(d) Selection of Individual Consultants
(e) Single Source Selection

D. Review by the Association of Procurement Decisions

The Procurement Plan shall set forth those contracts which shall be subject to the Association's Prior Review. All other contracts shall be subject to Post Review by the Association.

Section IV. Withdrawal of the Proceeds of the Financing

A. General

1. The Recipient may withdraw the proceeds of the Financing in accordance with the provisions of Article II of the General Conditions, this Section, and such additional instructions as the Association shall specify by notice to the Recipient (including the "World Bank Disbursement Guidelines for Projects" dated May 2006, as revised from time to time by the Association and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the table in paragraph 2 below.

2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Financing ("Category"), the allocations of the amounts of the Financing to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

Category	Amount of the Financing Allocated (Expressed in SDR Equivalent)	Percentage of Expenditures to be Financed (inclusive of Taxes)
(1) Eligible Expenditures under MARD's Respective Parts of the Project	1,280,000	20% until the AHI Grant is exhausted and 100% thereafter
(2) Eligible Expenditures under MOH's Respective Parts of the Project	4.920,000	20% until the AHI Grant is exhausted and 100% thereafter
TOTAL AMOUNT	**6,200,000**	

B. Withdrawal Conditions; Withdrawal Period

1. Notwithstanding the provisions of Part A of this Section, no withdrawal shall be made for payments made prior to the date of this Agreement.

2. The Closing Date is June 30, 2014.

Section V. Other Undertakings

The Recipient shall only procure avian influenza vaccines which meet the standards for vaccines established by the World Organization for Animal Health in its manual of laboratory tests and vaccines.

ANNEX to SCHEDULE 2

National Competitive Bidding Procedures

The procedure to be followed for National Competitive Bidding shall be those set forth in Article 18 on *Open Bidding of the Law on Procurement 61/2005/QH11* dated November 29, 2005, Law 38/2009/QH12 dated June 19, 2009 on Amending and Supplementing a Number of Articles of Laws Concerning Capital Construction Investment, and *Decree 85/2009/ND-CP, Guiding Implementation of Law on Procurement and Selection of Construction Contractors under the Construction Law* dated October 15, 2009 (collectively, "National Procurement Laws") with due consideration to economy, efficiency and transparency as set forth in, and broad consistency with, Section I of the "Guidelines for Procurement under IBRD Loans and IDA Credits" published by the Association in May 2004 and revised in October 2006 (the "Guidelines") and required by paragraphs 3.3 and 3.4 of the Guidelines. Whenever any procedure in the National Procurement Laws is inconsistent with the requirements of said paragraphs 3.3 and 3.4 of the Guidelines, the latter shall prevail, including the following:

Eligibility

1. The eligibility of bidders shall be as defined under Section I of the Guidelines; accordingly, no bidder or potential bidder shall be declared ineligible for contracts financed by the Association for reasons other than those provided in Section I of the Guidelines. Foreign bidders shall be eligible to participate in bidding under the same conditions as national bidders. In particular, no domestic preference over foreign bidders shall be granted to national bidders in bid evaluation, nor shall foreign bidders be asked or required to form joint ventures with national bidders in order to submit a bid. Bidders located in the same province or city as the procuring entity shall not be given preference over bidders located outside that city or province.

2. In addition to the foregoing requirements, equitized Government-owned enterprises in which the Recipient holds less than fifty percent of the shares are eligible to participate, *provided that* the procuring entity or investment owner does not own shares (or represent the Government's shares) in the enterprise and the governing Board and management team are autonomous from the procuring entity and the investment owner. Military or security units or enterprises established under, reporting directly or indirectly to, or owned wholly or partly by, the Ministry of Defense or the Ministry of Public Security shall not be permitted to bid.

Registration

3. Registration shall not be used to assess bidders' qualifications. A foreign bidder shall not be required to register as a condition for submitting its bid and, if determined to be the lowest evaluated responsive bidder, shall be given reasonable opportunity of

registering, without any let or hindrance. Bidding shall not be restricted to any particular class of contractors, and non-classified contractors shall also be eligible to bid.

Advertising; Time for Bid Preparation

4. Invitations to bid shall be advertised in at least one widely circulated national newspaper, allowing a minimum of thirty (30) days, from the date of the invitation to bid or the date of availability of the bidding documents, whichever is later, for the preparation and submission of bids, and potential bidders shall be allowed to purchase bidding documents up to any time prior to the deadline for the submission of bids. In addition, the Recipient is encouraged to advertise in the Government Public Procurement Newspaper and on a free and open access website.

Standard Bidding Documents

5. Standard Bidding Documents, acceptable to the Association, shall be used.

Qualification Criteria

6. Qualification criteria shall be clearly specified in the bidding documents, and all criteria so specified, and only such specified criteria, shall be used to determine whether a bidder is qualified. Qualification shall be assessed on a pass or fail basis and merits points shall not be used. Such assessment shall only take into account the bidder's capacity and resources to perform the contract, specifically its experience and past performance on similar contracts, capabilities with respect to personnel, equipment and construction and manufacturing facilities, and financial capacity.

Bid Submission, Bid Opening and Bid Evaluation

7. Bidders may submit bids, at their option, either in person or by courier service or by mail. Bids shall be opened in public, immediately after the deadline for submission of bids. Bids received after the deadline for bid submission shall be rejected and returned to the bidders unopened.

(a) Bidding documents shall be sold to anyone who is willing to pay the required fee of the bidding documents which shall not exceed the costs of printing, reproduction and delivery, and no other conditions shall be imposed on the sale of the bidding documents.

(b) Evaluation of bids shall be made in strict adherence to the criteria that shall be clearly specified in the bidding documents and quantified in monetary terms for evaluation criteria other than price; merit points shall not be used in bid evaluation.

(c) A contract shall be awarded to the technically responsive bid that offers

the lowest evaluated price and no negotiations shall be permitted. A bidder shall not be required, as a condition for award, to undertake obligations not specified in the bidding documents or otherwise to modify the bid as originally submitted.

(d) A bidder shall not be eliminated from detailed evaluation on the basis of minor, non-substantial deviations.

(e) No bidder shall be rejected on the basis of a comparison with the employer's estimate and budget ceiling without the Association's prior concurrence.

(f) A copy of the minutes of the public bid opening shall be promptly provided to all bidders who submitted bids, and to the Association with respect to contracts subject to prior review.

Rejection of All Bids and Re-bidding

8 All bids shall not be rejected or new bids solicited without the Association's prior written concurrence.

Complaints by Bidders and Handling of Complaints

9. The Recipient shall implement an effective and independent protest mechanism allowing bidders to protest and to have their protests handled in a timely manner.

Fraud and Corruption

10. The Association shall declare a firm or individual ineligible, either indefinitely or for a stated period, to be awarded a contract financed by the Association, if it at any time determines that the firm or individual has, directly or through an agent, engaged in corrupt, fraudulent, collusive, coercive or obstructive practices in competing for, or in executing, a contract financed by the Association.

Right to Inspect/Audit

11. Each bidding document and contract financed from the proceeds of a Credit shall include a provision requiring bidders, suppliers, contractors and subcontractors to permit the Association, at its request, to inspect their accounts and records relating to the bid submission and performance of the contract and to have said accounts and records audited by auditors appointed by the Association. The deliberate and material violation by the bidder, supplier, contractor or subcontractor of such provision may amount to obstructive practice.

License

12. Foreign contractors shall be given a reasonable opportunity to apply for and obtain work license, which shall not be arbitrarily withheld.

Publication of the Award of Contract

13. The Recipient shall publish the following information on contract award in the Government Public Procurement Newspaper or on a free and open access website or on another means of publication acceptable to the Association: (a) name of each bidder who submitted a bid; (b) bid prices as read out at bid opening; (c) name and evaluated price of each bid that was evaluated; (d) name of bidders whose bids were rejected and the reasons for their rejection; and (e) name of the winning bidder, price it offered as well as the duration and summary scope of the contract awarded. This publication shall be updated regularly.

SCHEDULE 3

Repayment Schedule

Date Payment Due	Principal Amount of the Credit repayable (expressed as a percentage)*
On each May 15 and November 15:	
commencing November 15, 2021 to and including May 15, 2031	1.25%
commencing November 15, 2031 to and including May 15, 2046	2.5%

* The percentages represent the percentage of the principal amount of the Credit to be repaid, except as the Association may otherwise specify pursuant to Section 3.03(b) of the General Conditions.

APPENDIX

Section I. Definitions

1. "AHI Grant" means the Avian and Human Influenza Grant to be provided pursuant to the Co-financing Agreement by the Association acting as administrator of grant funds provided by the European Union under the Avian and Human Influenza Facility.

2. "Anti-Corruption Guidelines" means the "Guidelines on Preventing and Combating Fraud and Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants", dated October 15, 2006 and revised in January 2011.

3. "Category" means a category set forth in the table in Section IV of Schedule 2 to this Agreement.

4. "Co-financing Agreement" means the Avian and Human Influenza (AHI) Facility Grant Agreement to be entered into between the Recipient and the International Development Association acting as administrator of grant funds provided by the European Union under the Avian and Human Influenza Facility to assist in financing the Project.

5. "Consultant Guidelines" means the "Guidelines: Selection and Employment of Consultants by World Bank Borrowers" published by the Bank in May 2004 and revised in October 2006 and May 2010.

6. "General Conditions" means the "International Development Association General Conditions for Credits and Grants", dated July 31, 2010, with the modifications set forth in Section II of this Appendix.

7. "HPAI" means highly pathogenic avian influenza.

8. "Incremental Operating Costs" means the reasonable costs of incremental expenditures incurred by the Recipient in implementing the Project (which expenditures would not have been incurred absent the Project), namely the costs of communication, travel and per diem expenses, office rental and office consumables, and salaries for contracted staff, but excluding salaries and salary supplements of the Recipient's civil servants.

9. "MARD" means the Recipient's Ministry of Agriculture and Rural Development or any successor thereto.

10. "MARD PCU" means the Project Coordination Unit established within MARD and referred to in paragraph 1 of Section I of Schedule 2 to the Original Financing Agreement.

11. "MOH" means the Recipient's Ministry of Health or any successor thereto.

12. "MOH PCU" means the Project Coordination Unit established within MOH and referred to in paragraph 1 of Section I of Schedule 2 to the Original Financing Agreement.

13. "Original Financing Agreement" means the Financing Agreement for Vietnam Avian and Human Influenza Control and Preparedness Project between the Recipient and the Association, dated April 12, 2007, as amended to the date of this Agreement (Credit No. 4273-VN).

14. "Original Project" means the Project described in the Original Financing Agreement.

15. "Procurement Guidelines" means the "Guidelines: Procurement under IBRD Loans and IDA Credits" published by the Bank in May 2004 and revised in October, 2006 and May 2010.

16. "Procurement Plan" means the Recipient's procurement plan for the Project, dated April 26, 2011 and referred to in paragraph 1.16 of the Procurement Guidelines and paragraph 1.24 of the Consultant Guidelines, as the same shall be updated from time to time in accordance with the provisions of said paragraphs.

17. "Project Implementation Manual" or "PIM" means each of the manuals adopted by MARD PCU and MOH PCU and referred to in paragraph 2 of Section I of Schedule 2 to the Original Financing Agreement.

18. "Project Provinces" means the Provinces of Lang Son, Thai Binh, Thanh Hoa, Ha Tinh, Thua Thien – Hue, Binh Dinh, Tay Ninh, Long An, Tien Giang, Dong Thap and Hanoi City, or any successor thereto, as such list may be amended from time to time by mutual written agreement between the Recipient and the Association; and a "Project Province" means any of said Provinces.

19. "Respective Part of the Project" means in respect of: (i) MARD, Parts A, C.2(a) and C.3(a) of the Project; and (ii) MOH, Parts B, C.1, C.2(b) and C.3(b) of the Project.

20. "World Organization for Animal Health" means the intergovernmental organization responsible for improving animal health worldwide established in January 25, 1924 and headquartered in Paris, France.

Section II. Modification to the General Conditions

The modification to the General Conditions is as follows:

Paragraph (a) of Section 2.05 is modified to read as follows:

"Section 2.05 Eligible Expenditure

(a) the payment is for the financing of the reasonable cost of goods including vehicles, works, services, training and workshops, sub-grants under Part B.4 (b) of the Project, and Incremental Operational Cost (as said capitalized terms are defined in the Financing Agreement) required for the Project, and to be financed out of the proceeds of the Financing and procured, all in accordance with the provisions of the Financing Agreement;"