

**JBIC**

**JAPAN BANK FOR INTERNATIONAL COOPERATION**

4-1, OHTEMACHI 1-CHOME CHIYODA-KU, TOKYO 100-8144, JAPAN

2228

Date: July 10, 2003  
Ref. No.: DA(4)/2003-87

Ministerio de Finanzas Públicas  
Guatemala, C.A.

Attention: Ministro

Reference: Requests No. 000115 dated May 22, 2003 from Ministra de Comunicaciones, Infraestructura y Vivienda and No.CA01W-JBIC-DM-045/2003 dated June 20, 2003 from Directora General de Caminos for Review and Concurrence on Modification of Contract No.336-2000-DGC for Consulting Services of CA01W under Loan Agreement GT-P4 for "Rural and Main Roads Rehabilitation Project"

NOTICE REGARDING MODIFICATION OF CONTRACT AND REALLOCATION OF PROCEEDS OF THE LOAN

Gentlemen:

In accordance with the relevant provisions of the Loan Agreement No.GT-P4 dated September 30, 1999 between The Overseas Economic Cooperation Fund, Japan and the Republic of Guatemala for "Rural and Main Roads Rehabilitation Project", we hereby inform you that we have no objection to the Requests mentioned above as per Attachment, subject to the following conditions:

1. The liquidation at the completion of the consulting services should be done according to the actual services rendered by the Consultant.
2. Disbursement requests for JBIC shall exclude tax portion from monthly payment to the Consultant.

Since funds allocated to Categories (A) Civil Works and (B) Consulting Services may not be sufficient, reallocation of the fund will be necessary. Accordingly, the allocation of proceeds of the Loan as stipulated in Section 1., Schedule 2 of the Loan Agreement shall be amended as follows:

| Category                | Amount of the Loan Allocated<br>(in million Japanese Yen) | % of<br>Expenditure<br>to be Financed |
|-------------------------|---|---------------------------------------|
| (A) Civil Works         | 4,662   | 100                                   |
| (B) Consulting Services | 715   | 100                                   |
| (C) Contingencies       | 404   | -                                     |
| Total                   | 5,781   |                                       |

This letter shall not be construed to authorize any amendment other than that mentioned above.

Our concurrence on the modification of the contract and this amendment of the Loan Agreement shall become effective as of the date of your signing.

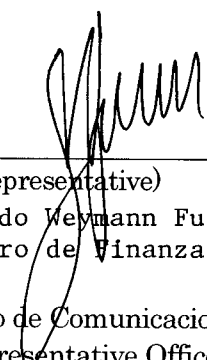
Please confirm your consent to the foregoing amendment by signing this letter and the enclosed copy, retaining one for your record and returning the other to us.

Very truly yours,

For  
JAPAN BANK FOR  
INTERNATIONAL COOPERATION

林 山 信 夫  
Nobuo HAZEYAMA  
Director General  
Development Assistance Department IV

Confirmed:  
On the date of september, 01, 2003  
For  
THE REPUBLIC OF GUATEMALA

By:   
(Authorized Representative)  
Name: Eduardo Weymann Fuentes  
Title: Ministro de Finanzas Públicas

CC: Ministerio de Comunicaciones, Infraestructura y Vivienda  
JBIC Representative Office in Mexico City

[ATTACHMENT]

|  |                     |                  |                    |
|--|---------------------|------------------|--------------------|
| Contract No.   | 336-2000-DGC        |                  |                    |
| JBIC Concurrence No.   | GT-P4A/C-001        |                  |                    |
|  | Before Modification | Modification     | After Modification |
| Contract Amount<br>(incl. tax)                                     | US\$1,407,116.00    | US\$1,527,569.69 | US\$2,934,685.69   |
| JBIC Concurred<br>Amount<br>(100% of Contract<br>Amount excl. tax) | US\$1,208,383.76    | US\$1,324,175.21 | US\$2,532,558.97   |