

USAID Grant Agreement No. 306-06-10

AMENDMENT NUMBER TEN

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: September 30, 2007

AMENDMENT NUMBER TEN

TO

THE STRATEGIC OBJECTIVE GRANT AGREEMENT

AMENDMENT NUMBER TEN 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 September 30, 2007

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) and,
- September 19, 2007 (Amendment No. 9)

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 **Eighty Five Million Six Hundred Twenty Three Thousand Five Hundred** United States (U.S.) Dollars (**U.S. \$85,623,500.00**); 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 **One Hundred Ninety Three Million Eight Hundred Twenty Two Thousand Four Hundred Thirty Three** United States (U.S.) Dollars (**U.S.\$ 193,822,433.00**) (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.

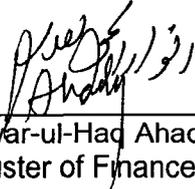
Except as further amended herein, all other terms and conditions of the Agreement remain in full force and effect. Capitalized terms not defined in this Amendment shall have the meanings ascribed thereto in the Agreement. This Amendment is prepared in both English and Dari. In the event of ambiguity 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: Robin Phillips
Title: Mission Director,
USAID/Afghanistan

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

Appropriation: ES SUP 2007/2008 (ESF)
Amount: \$62,000,000

Appropriation: ES NOA 2007/2008 (ESF)
Amount: \$23,623,500

ILLUSTRATIVE FINANCIAL PLAN FOR FY 2005 TO FY 2010

Amendment No. 10

In Thousands of U.S. Dollars

Objective and Activities	Amount Obligated prior to Amendment No. 10	Amount Obligated in Amendment No. 10	Cumulative Obligations in FY 2005 - FY 2007 *	Amount Remaining to be Obligated in FY 2007 - 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		21,200	69,000	90,200
Strengthen Election and Political Process ***	22,357	2,200	24,557	9,221	33,778
Strengthen Institutions for Good Governance***	44,219	77,150	121,369	(39,019)	82,350
Increase the Presence and Performance of the Non-government Sector***	16,578	6,600	23,178	2,422	25,600
USAID Program Support	3,845	**** (327)	3,518	7,662	11,180
TOTAL OBJECTIVE 6:	108,199	85,624	193,823	49,286	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

NOTE **** – This figure reflects a transfer / realignment in the amount of \$326,500 between the "Program Support" line items of SOAGs 6 and 4

ILLUSTRATIVE FINANCIAL PLAN FOR FY 2005 TO FY 2010
Amendment No. 10
 In Thousands of U.S. Dollars

Objective	Program Area	Program Element	Old Activity/Intermediate Results (IR) Title	Amount Obligated prior to Amendment No 10 *	Amount Obligated in Amendment No 10	Cumulative Obligations in FY 2005 - FY 2007**	Amount Remaining to be Obligated in FY 2007 - FY 2010***	Total Estimated Contribution		
DEMOCRATIC GOVERNMENT WITH BROAD CITIZEN PARTICIPATION										
ID Grant Agreement No. SOAG-306-06-00										
governing Justly democratically	2 1	Rule of Law & Human Rights	2 1 1	Constitutions Laws, & Legal Systems	Building Capacity of the Formal Justice System	4,575		4,575	24,391	28
			2 1 2	Judicial Independence	Building Capacity of the Formal Justice System	10,663		10,663	17,306	27
			2 1 3	Justice System	Building Capacity of the Formal Justice System	4,575		4,575	24,391	28
			2 1 4	Human Rights	Building Capacity of the Formal Justice System	788		788	213	1,
			2 1 5	Program Support (Rule of Law)	USAID Program Support	894		894	1,901	2,
					21,494		21,494	68,201	89,	
	2	Good Governance	2 2 1	Legeslative Functions and processes	Strengthen Institutions for Good Governance	2,000	1,000	3,000	(1,000)	2,
			2 2 2	Public Sector Executive Function	Strengthen Institutions for Good Governance	6,181	32,650	38,831	(32,650)	6,
			2 2 3	Local Government and Decentralization	Strengthen Institutions for Good Governance	36,038	43,500	79,538	(6,869)	72,
			2 2 6	Program Support (Governance)	USAID Program Support	2,962	**** (327)	2,635	2,160	4,
					47,181	76,824	124,005	(38,360)	85,	
	2 3	Political Competition & Consensus-Building	2 3 2	Elections and Political Processes	Strengthen Election and Political Process	9,928	400	10,328	7,961	18,
			2 3 3	Political Parties	Political Parties	12,429	1,200	13,629	4,660	18,
			2 3 4	Program Support (Political Competition)	USAID Program Support	295	600	895	1,900	2,
					22,652	2,200	24,852	14,521	39,	
	2 4	Civil Society	2 4 1	Civic Participation	Increase the Presence and Performance of the Non-governmental Sector	11,054	3,540	14,594	(1,794)	12,
			2 4 2	Media Freedom and Freedom of Information	Increase the Presence and Performance of the Non-governmental Sector	5,524	2,460	7,984	4,816	12,
			2 4 3	Program Support (Civil Society)	USAID Program Support	294	600	894	1,901	2,
					16,872	6,600	23,472	4,923	28,	
	TOTAL OBJECTIVE 6.				108,199	85,624	193,823	49,286	243,	

* - In the absence of a detailed audit of prior obligations executed before Amendment No 9, amounts have been attributed equally across Program Elements

** - 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