

USAID Grant Agreement No. 391-006-04

STRATEGIC OBJECTIVE GRANT AGREEMENT

AMENDMENT NUMBER FOUR

BETWEEN THE

UNITED STATES OF AMERICA

AND

THE ISLAMIC REPUBLIC OF PAKISTAN

FOR

ECONOMIC GROWTH

September 24, 2007

Islamic Republic of Pakistan )  
 City of Islamabad ) SS:  
 Embassy of the )  
 United States of America )

I, Vice Consul of the United States of America at Islamabad, Pakistan duly commissioned and qualified, do hereby certify that the foregoing is a true and faithful copy of the original, the same having been carefully examined by me and compared with the said original and found to agree therewith word for word and figure for figure.

IN WITNESS WHEREOF I have here unto set my hand and affixed the seal of the Embassy of the United States of America at Islamabad, Pakistan, this 01 day of October 2007

*[Signature]*  
 VICE CONSUL OF THE UNITED STATES OF AMERICA

Fiscal Data:

ODN: 391-SOAG -006-04

PA A17	PE A069	Amount \$ 500,000 00	Fund ES 07/08
PA A18	PE A074	Amount \$ 1,884,000 00	Fund DV 07/08
	PE A075	Amount \$ 30,000 00	Fund ES 07/08
		Amount \$ 116,000 00	Fund DV 07/08
PA A19	PE A076	Amount \$ 2,321,000 00	Fund ES 07/08
		Amount \$ 679,000 00	Fund DV 07/08
	PE A077	Amount \$ 7,608,586 00	Fund ES 07/08
		Amount \$ 3,503,414 00	Fund DV 07/08
	PE A078	Amount \$ 503,000 00	Fund ES 07/08
	PE A079	Amount \$ 393,000 00	Fund ES 07/08
PA A20	PE A080	Amount \$ 2,766,000 00	Fund ES 07/08
		Amount \$ 2,560,000 00	Fund DV 07/08
	PE A082	Amount \$ 1,007,000 00	Fund ES 07/08
	PE A084	Amount \$ 168,000 00	Fund ES 07/08

FUNDS AVAILABLE  
 OFM / Accounting Section  
 Amount: \$24,039,000.00

2007 ✓ 22 SEP 2007

< > Context Clearance only  
 Posted By SAM On 09/22  
 Cleared By SAM On 09/22  
 MACS/PX/TN/IVP COLCT

**AMENDMENT NUMBER FOUR 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 Pakistan, acting through the Economic Affairs Division of the Ministry of Economic Affairs and Statistics ("GOP" or "Grantee")

**WHEREAS**, the GOP and USAID entered into a Strategic Objective Grant Agreement for Economic Growth, Grant Agreement No. 391-006, dated August 05, 2003, as subsequently amended ("Agreement").

**WHEREAS**, USAID and the Grantee wish to further amend this Agreement to increase the USAID contribution by US\$24,039,000 for a total amount of US\$69,102,228, and extend the Completion Date to September 30, 2008.

**NOW THEREFORE**, the parties to the Agreement hereby agree as follows:

**A. USAID Contribution:**

**1. The Grant.** Section 3.1(a) is amended by deleting the amount "Forty-Five Million, Sixty-Three Thousand, Two Hundred Twenty-Eight U.S. Dollars (US\$45,063,228)" and inserting the amount "Sixty-Nine Million, One Hundred Two Thousand, Two Hundred Twenty-Eight U.S. Dollars (US\$69,102,228)" in lieu thereof.

**2. Total Estimated USAID Contribution.** Section 3.1(b) of the Agreement is deleted in its entirety and replaced by the following new Section 3 1(b):

(b) Total Estimated USAID Contribution USAID's total estimated contribution to achievement of the Objective will be Seventy Million, Two Hundred Fifty-Nine Thousand, U.S. Dollars (US\$70,259,000), which will be provided in increments. Subsequent increments will be subject to the availability of funds to USAID for this purpose and may be provided by USAID upon written notice to the Grantee. The Parties agree that each such incremental contribution provided, if any, shall cumulatively increase the total amount of the Grant set forth in Section 3.1 and consequently may increase the Grantee's contribution under Section 3.2. The Grantee further agrees to acknowledge by written notice to USAID each such incremental contribution, if any.

**B. Illustrative Financial Plan, Annex 1, Amplified Description:** The Illustrative Financial Plan in Section III, Funding, of Annex 1, Amplified Description of the Agreement, is deleted in its entirety and replaced by the Illustrative Financial Plan attached hereto as Attachment A

**C. Completion Date:** Section 4(a) of the Agreement is deleted in its entirety and replaced by the following.

(a) The Completion Date, which is September 30, 2008, or such other date as the Parties may agree to in writing, is the date by which the Parties estimate that all the activities necessary to achieve the Objective and Results will be completed

**D. Other Terms and Conditions:** All other terms and conditions of the Agreement remain unchanged and in full force and effect.



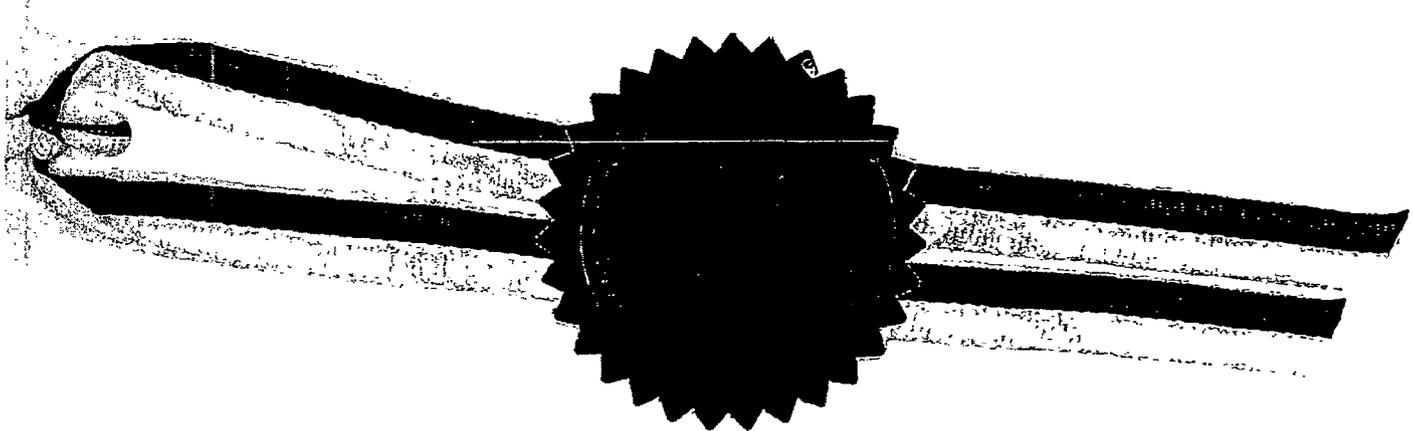
IN WITNESS WHEREOF, the United States of America and the Government of Pakistan, each acting through its duly authorized representatives, have caused this Amendment Number Four to be signed in their names and delivered as of the date shown on the cover page of this Amendment

UNITED STATES OF AMERICA

THE ISLAMIC REPUBLIC OF PAKISTAN

By: *Anne Aarnes*  
Name Anne Aarnes  
Title Director, USAID Mission to Pakistan

By: *M. Akram Malik*  
Name: M. Akram Malik  
Title Secretary, Economic Affairs Division



**Strategic Objective Grant Agreement  
Amendment No. 4  
Economic Growth Program**

**Illustrative Financial Plan**

(in US\$ millions)

<b>Economic Growth Program</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
<b>USAID Contribution - excluding AID/W withholdings:</b>					
Increased access to financial services for micro, small, and medium sized economic units	\$4.000	\$5.600	\$7.000	\$5.155	
- Inclusive Financial Markets					\$5.326
- Strengthen Micro-enterprise Productivity					\$1.007
Expanded access to quality education in business and financing	\$0.500	\$1.000	\$0.0	\$0.500	\$0.0
Increased market-based opportunities	\$0.500	\$2.000	\$3.443	\$7.273	
- Modern Energy Services					\$0.500
- Agricultural Sector Productivity					\$1.884
- Business Enabling Environment					\$3.000
- Private Sector Productivity					\$11.112
- Workforce Development					\$0.503
Strengthened Public Private Partnership	\$0.0	\$1.600	\$5.000	\$0.0	\$0.0
Program Management	\$0.0	\$0.0	\$1.200	\$0.292	\$0.707
<b>AID/W Withholdings:</b>					
IPR - US Department of Commerce	\$0.0	\$0.0	\$0.350	\$0.350	\$0.300
IT Cost Recovery	\$0.0	\$0.0	\$0.007	\$0.0	\$0.0
<b>Total Estimated USAID Contribution</b>	<b>\$5.000</b>	<b>\$10.200</b>	<b>\$17.000</b>	<b>\$13.570</b>	<b>\$24.339</b>
<b>GOP Contribution Millions of Rupees</b>	<b>Rs. 320</b>	<b>Rs. 500</b>	<b>Rs. 555</b>	<b>Rs. 513</b>	<b>Rs. 646</b>

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AA

**Foreign Assistance Framework  
Illustrative Financial Plan Cross-walk**

**Objective: Economic Growth**

<b>Program Area/Program Elements</b>	<b>FY 2007 (in US\$ millions)</b>
<b>Program Area: Infrastructure</b>	
Modern Energy Services	\$0.500
<b>Program Area: Agriculture</b>	
Agricultural Sector Productivity	\$1.884
Program Support (Agriculture)	\$0.146
<b>Program Area: Private Sector Competitiveness</b>	
Business Enabling Environment	\$3.000
Private Sector Productivity	\$11.112
Workforce Development	\$0.503
Program Support (Private Sector)	\$0.393
<b>Program Area: Economic Opportunity</b>	
Inclusive Financial Markets	\$5.326
Strengthen Micro-enterprise Productivity	\$1.007
Inclusive Economic Law and Property Rights	\$0.300
Program Support (Economic Opportunity)	\$0.168
<b>Objective Total</b>	<b>\$24.339</b>

Changes may be made to the Financial Plan by representatives of the Parties without formal amendment to the Agreement, if such changes do not cause USAID's contribution to exceed the amount specified in Section 3.1 of the Agreement, or the Grantee's contribution to be less than the amount specified in Section 3.2 of the Agreement

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