

USAID Grant Agreement No. 306-05-19

**AMENDMENT NUMBER NINETEEN**

**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 THRIVING ECONOMY LED BY THE PRIVATE  
SECTOR**

Dated as of: September 30, 2009

## AMENDMENT NUMBER NINETEEN

TO

### THE STRATEGIC OBJECTIVE GRANT AGREEMENT

AMENDMENT NUMBER NINETEEN 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~~, 2009.

WHEREAS, the Grantee and USAID entered into a Strategic Objective Grant Agreement ("SOAG") for the Strategic Objective of "A Thriving Economy Led by the Private Sector" (USAID Grant Agreement No. SOAG-306-05-00), dated September , 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);
- September 30, 2006 (Amendment No. 6);
- April 07, 2007 (Amendment No. 7);
- July 2, 2007 (Amendment No. 8) ;
- July 23, 2007 (Amendment No. 9);
- September 19, 2007 (Amendment No. 10);
- September 30, 2007 (Amendment No. 11);
- April 10, 2008 (Amendment No. 12);
- May 29, 2008 (Amendment No. 13);
- September 21, 2008 (Amendment No. 14);
- September 25, 2008 (Amendment No. 15)
- December 04, 2008 (Amendment No. 16);
- March 01, 2009 (Amendment No.17) through PIL # 13; and,
- May 25, 2009 (Amendment No. 18) through PIL # 14;

The SOAG 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 **Two Hundred Forty Nine Million** United States (U.S.) Dollars (**U.S. \$249,000,000.00**); 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

WHEREAS, USAID and IRoA acknowledge that programming decisions for the use of these funds shall be made in coordination with the appropriate Ministry, and such decisions shall be recorded in PILs with countersignature by the relevant Minister and the Minister of Finance.

NOW, THEREFORE, the Parties hereto hereby agree that the Agreement shall be amended as follows:

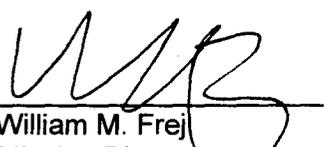
1. The first sentence in Section 3.1(a) of the Agreement is deleted in its entirety and the following is substituted in lieu thereof: "(a) The Grant. To help achieve the Objective set forth in this Agreement, USAID, pursuant to the Foreign Assistance Act of 1961, as amended, hereby grants to the Grantee under the terms of this Agreement not to exceed **Three Billion Fifty Two Million Fifty Eight Thousand Ninety Seven and Eighty-Two Hundredths** United States (U.S.) Dollars (**U.S. \$ 3,052,058,097.82**) (the 'Grant')."
2. The first sentence in paragraph (b) of Section 3.1 of the Agreement is deleted in its entirety and the following substituted in lieu thereof: "(b) Total Estimated USAID Contribution. USAID's total estimated contribution to achievement of the Objective will be U.S. \$3,052,058,097.82, which will be provided in increments."
3. 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.

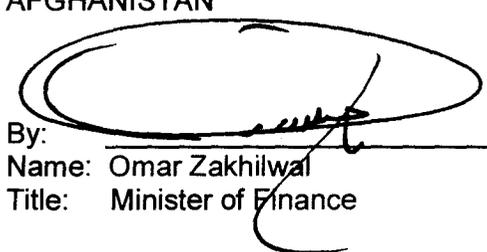
IN WITNESS WHEREOF, the Grantee and the United States of America, each acting through its duly authorized representatives, have caused this Amendment Number Nineteen to be signed in their names and delivered as of the day, month and year first written above.

FOR THE UNITED STATES OF AMERICA

FOR THE ISLAMIC REPUBLIC OF  
AFGHANISTAN

By: 

Name: William M. Frej  
Title: Mission Director,  
USAID/Afghanistan

By: 

Name: Omar Zakhilwal  
Title: Minister of Finance

## ILLUSTRATIVE FINANCIAL PLAN FOR FY 2005 TO FY 2010

## Amendment No. 19

In Thousands of U.S. Dollars

Objective and Activities	Amount Obligated prior to Amendment No. 19	Amount Obligated in Amendment No. 19	Cumulative Obligations in FY 2005 - FY 2009 *	Amount Remaining to be Obligated/Reallocated in FY 2009 - FY 2010 **	Total Estimated Contribution ***
<b>A THRIVING ECONOMY LED BY THE PRIVATE SECTOR</b>					
<b>USAID Grant Agreement No. SOAG-306-05-00</b>					
<b>Rehabilitate the rural economy</b>	<b>713,540</b>	<b>164,000</b>	<b>877,540</b>	-	<b>877,540</b>
Accelerate market-led growth in agriculture ****	145,085	99,000	244,085	-	244,085
Accelerate rural development to generate alternative livelihoods ****	568,455	65,000	633,455	-	633,455
<b>Increase Incomes through Economic Growth ****</b>	<b>292,885</b>	<b>85,000</b>	<b>377,885</b>	-	<b>377,885</b>
<b>Expand Improved Access to Economic Infrastructure</b>	<b>1,769,715</b>	-	<b>1,769,715</b>	-	<b>1,769,715</b>
Stabilize Energy Services and Make them Affordable and More Accessible ****	709,835	-	709,835	-	709,835
Expand and Improve Access to Transportation ****	1,024,752	-	1,024,752	-	1,024,752
Expand and Improve Access to Water Supplies and Sanitation ****	35,128	-	35,128	-	35,128
<b>USAID Program Support</b>	<b>26,918</b>	-	<b>26,918</b>	-	<b>26,918</b>
<b>TOTAL OBJECTIVE 5:</b>	<b>2,803,058</b>	<b>249,000</b>	<b>3,052,058</b>	-	<b>3,052,058</b>

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 \*\*\* - Total Estimated Contribution after proposed realignments.

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

**ILLUSTRATIVE FINANCIAL PLAN FOR FY 2005 TO FY 2010**  
**Amendment No. 19**  
 In Thousands of U.S. Dollars

**Attachment B**

Program Area	Old Activity/Intermediate Results (IR) Title	Amount Obligated prior to Amendment No. 19	Amount Obligated in Amendment No. 19	Cumulative Obligations in FY 2005 - FY 2009*	Amount Remaining to be Obligated/Reallocated in FY 2009 - FY 2010**	Total Estimated Contribution
<b>ECONOMY LED BY THE PRIVATE SECTOR</b>						
<b>Agreement No. SOAG-306-05-00</b>						
4 Counter Narcotics	Alternative Development	600,645	65,000	665,645		665,645
2 Good Governance	Economic Growth	2,000	-	2,000	-	2,000
3.1 Health	Water	35,128		35,128		35,128
1 Macroeconomic Foundation for Growth	Economic Growth	6,493	5,200	11,693		11,693
2 Trade and Investment	Economic Growth	53,237	7,500	60,737		60,737
3 Financial Sectors	Economic Growth	4,434	7,300	11,734		11,734
4 Infrastructure	Infrastructure	1,749,314		1,749,314		1,749,314
5 Agriculture	Agriculture	127,083	99,000	226,083		226,083
6 Private Sector Competitiveness	Economic Growth	165,661	45,000	210,661		210,661
7 Economic Opportunities	Economic Growth	41,060	20,000	61,060		61,060
8 Environment	Agriculture	18,003		18,003		18,003
<b>TOTAL OBJECTIVE 6:</b>		<b>2,803,058</b>	<b>249,000</b>	<b>3,052,058</b>	<b>-</b>	<b>3,052,058</b>

ences to "FY" refer to the USG fiscal year.  
 se funds are subject to the availability of funds to USAID and the other conditions set forth in Section 3.1 (b) of the Agreement