

Our Ref: CP/SWA/073/2011/SK/UB

September 6, 2011

Mr. Karma Tshiteem
Secretary
Gross National Happiness Commission
Ministry of Health, Royal Government of Bhutan
P.O. Box 127
Tashichhodzong, Thimphu
Bhutan

Subject: Program Grant Agreement Number: BTN-708-Go5-M
Principal Recipient: Ministry of Health, Royal Government of Bhutan
Implementation Letter Number: 2¹
Revised Annex A, Performance Framework and Summary Budget

UNOFFICIAL SUMMARY:

This letter revises the Annex A, Performance Framework and Summary Budget to the Grant Agreement. The revised Annex A, Performance Framework and Summary Budget are attached.

Dear Mr. Tshiteem,

We are writing this letter to revise the Annex A, Performance Framework and Summary Budget to the Round 7 Malaria Grant Agreement with the revised Annex A, Performance Framework and Summary Budget attached to this letter. These revisions are required to add a condition precedent to disbursement of funds for training purposes and to include the targets for IPVM training for farmers. The targets have been included in the revised Performance Framework in Service Delivery Area (SDA) for Health Systems Strengthening (HSS): Human Resources and HSS: Community Systems Strengthening.

We are also taking this opportunity to update the name and address for notices to the Principal Recipient in Block 13 of the face sheet of the Grant Agreement.

We are modifying the Grant Agreement to reflect the changes described above by:

(1) Updating the following blocks on the Face Sheet:

Block 1: Country: The Kingdom of Bhutan

¹ The agreement was previously modified by a letter dated 7 July 2009, as well as a Phase 2 Grant Agreement effective 27 October 2010.

Block 4A: Modification Number: 3 (Implementation Letter 2, dated 6 September 2011); and

Block 7B: Condition Precedent Terminal Date: 30 September 2011

Block 13: Name/Address for Notices to Principal Recipient:

Mr. Karma Tshiteem
Secretary, Gross National Happiness Commission
Royal Government of Bhutan, P.O. Box 127
Tashichhodzong, Thimphu
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Tel : +975-2-325192
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- (2) Revising Annex A to correct the name of the country to “The Kingdom of Bhutan” and to include the following condition precedent:

“2. Condition(s) Precedent to Disbursement of Grant Funds to Finance Training Activities (Terminal Date as specified in block 7B of the Face Sheet)”

The use by the Principal Recipient of Grant funds to finance training programs is subject to the satisfaction of each of the following conditions:

- a. the delivery by the Principal Recipient to the Global Fund of the detailed plan and the detailed budget related to the trainings that will be conducted (Detailed Training Plan and Budget). The Detailed Training Plan and Budget must demonstrate that:
 - i. there is no duplication of training activities including those funded by other donors and partners;
 - ii. there is a demonstrated need for the training activities including that the trainings activities are linked to the Program Objectives;
 - iii. there is a method and strategy for selecting training participants, verifying the presence of participants, payment of per diems and ensuring value-for-money;
 - iv. the quality of trainings will be assessed; and
 - v. cash transactions related to the payment of organizational costs and per diems are limited whenever possible; and
 - b. the written approval by the Global Fund of the Detailed Training Plan and Budget.”
- (3) Replacing the attachment to Annex A called “Performance Framework Year 3, 4 and 5 Indicators, Targets, and Periods Covered” with the revised document called “Performance Framework Year 3, 4 and 5a: Indicators, Targets, and Periods Covered” attached to this letter.
- (4) Replacing the attachment to Annex A called “Summary Budget” with the revised “Summary Budget” attached to this letter.

The new face sheet of the Grant Agreement and revised Annex A are also attached.

All other terms and conditions of the Grant Agreement remain the same.

The above changes take effect after you sign this letter. Please confirm your agreement to these amendments by signing the enclosed copies of this letter and returning one copy to us.

Thank you for your important efforts in the global fight against malaria. We look forward to the successful implementation of the Program.

Yours sincerely,



Urban Weber, PhD
Unit Director
Asia, Europe, Latin America and the Caribbean
Country Programs Cluster

Agreed and signed:

For: **MINISTRY OF HEALTH, ROYAL GOVERNMENT OF BHUTAN**

By: _____

Authorized Representative:
Mr. Karma Tshiteem, Secretary, Gross National Happiness Commission

Date: _____

Documents Enclosed: New Face Sheet of the Grant Agreement
Performance Framework Year 3, 4 & 5a: Indicators, Targets,
and Periods Covered
Revised Annex A
Revised Summary Budget

Cc: Dr. Thinley Yangzom, Chief Program Officer, Vector-Borne Disease Control
Programme, Ministry of Health
Mr. Karma Tshiteem, CCM Coordinator, CCM Secretariat
Mr. Kinley Dorji, Global Fund Coordinator, Policy & Planning Division,
Ministry of Health
Mr. Yeshey Dorji, Team Leader, UNOPS, Bhutan