

July 8, 1994

His Excellency
Mr. Ahmed Benbitour
Minister of Finance
Zighout Youssef Palace
Algiers
Democratic and Popular Republic of Algeria

Re: Loan 3561 AL
(Housing Completion and Sector Development Project)
Amendment to Loan Agreement

We refer to the Loan Agreement between the Democratic and Popular Republic of Algeria (the "Borrower") and the International Bank for Reconstruction and Development (the "Bank"), dated March 17, 1993 (the "Loan Agreement"). We also refer to your request to amend the Loan Agreement to allow for imports under Part A of the Project to be channelled to the EPLF (as this term is defined under the Loan Agreement) under arrangements similar to those under Part B of the Project.

We are pleased to inform you that the Bank accedes to your request. Accordingly, the Loan Agreement is hereby amended as follows:

1. In Schedule 5, Section B.2: the letter "s" shall be added at the end of the word "Part" in the second and fourth lines, and the words 'A and" shall be inserted between the word "Parts" and the letter "B" in the second and fourth lines.

2. All the terms and conditions of the Loan Agreement not amended hereby shall remain in full force and effect.

Please confirm your agreement with the foregoing by signing and dating the confirmation on the enclosed copy of this letter and returning it to us.

Sincerely,

INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT

By: John Underwood
Acting Director
Country Department I
Middle East and North Africa

AGREED AND CONFIRMED:

DEMOCRATIC AND POPULAR REPUBLIC OF ALGERIA

By: Authorized Representative

Date: October 13, 1994

