H.E. Gillmore A. Hoefdraad  
Minister of Finance  
Ministry of Finance  
Tamarindelaan # 03  
Onafhankelijkheidsplein  
Paramaribo, Suriname

Re: IBRD Loan 8985-SR (Competitiveness and Sector Diversification Project)  
Additional Instructions: Disbursement and Financial Information Letter

Excellency:

I refer to the Loan Agreement between The Republic of Suriname (the “Borrower”) and the International Bank for Reconstruction and Development (the “Bank”) for the above-referenced Project. The General Conditions, as defined in the Loan Agreement, provide that the Borrower may from time to time request withdrawals of Loan Amounts from the Loan Account in accordance with the Disbursement and Financial Information Letter, and such additional instructions as the Bank may specify from time to time by notice to the Borrower. The General Conditions also provide that the Disbursement and Financial Information Letter may set out Project specific financial reporting requirements. This letter constitutes such Disbursement and Financial Information Letter (“DFIL”), and may be revised from time to time.

I. Disbursement Arrangements, Withdrawal of Loan Funds, and Reporting of Uses of Loan Funds


(i) Disbursement Arrangements

The table in Schedule 1 sets out the disbursement methods which may be used by the Borrower, and conditions, information on registration of authorized signatures, processing of withdrawal applications (including minimum value of applications and processing of advances), instructions on supporting documentation, and frequency of reporting on the Designated Account.

(ii) Electronic Delivery. Section 10.01 (c) of the General Conditions.

The Bank may permit the Borrower to electronically deliver applications (with supporting documents) through the Bank’s web-based portal (https://clientconnection.worldbank.org) “Client Connection”. This option may be effected if the officials designated in writing by the Borrower who are authorized to sign and deliver Applications have registered as users of “Client Connection”. The designated officials may deliver Applications electronically by completing the Form 2380, which is accessible through “Client Connection”. By signing the Authorized Signatory Letter, the Borrower confirms that it is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Bank by electronic means. The Borrower may continue to exercise the option of preparing and delivering Applications in paper form. The Bank reserves the right and may, in its sole discretion,
temporarily or permanently disallow the electronic delivery of Applications by the Borrower. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Borrower confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation, available in the Bank's public website at https://worldbank.org and “Client Connection”; and (b) to cause such official to abide by those terms and conditions.

II. Financial Reports and Audits

(i) Financial Reports. The Borrower, through MNR and MTIT, must prepare and furnish to the Bank not later than forty-five (45) days after the end of each calendar quarter, interim unaudited financial reports (“IFR”) for the Project covering the quarter.

(ii) Audits. Each audit of the Financial Statements must cover the period of one fiscal year of the Borrower, commencing with the fiscal year in which the first withdrawal was made. The audited Financial Statements for each such period must be furnished to the Bank not later than six (6) months after the end of such period.

III. Other Information

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Bank’s website (http://www.worldbank.org/) and “Client Connection”. The Bank recommends that you register as a user of “Client Connection”. From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Loan, and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, please contact the Bank by email at clientconnection@worldbank.org.

If you have any queries in relation to the above, please contact Jose Janeiro, Senior Finance Officer at jjaniero@worldbank.org, with copy to Ruth Jo Goorman, Finance Analyst at rgoorman@worldbank.org using the above reference.

Yours sincerely,

[Signature]

Tahseen Sayed
Director, Caribbean
Latin America and the Caribbean Region

Attachments
1. Form of Authorized Signatory Letter
2. Interim unaudited Financial Report (IFR)

With copies: Ministry of Finance
Tamarindelaan # 03
Onafhankelijkheidsplein
Paramaribo, Suriname
ghoefdraad@finance.gov.sr
iris.sandel@finance.gov.sr
Ministry of Natural Resources (MNR)
Mr. Dr. JC de Miranda Street 13-15
Paramaribo, Suriname
dave.abeleven@gov.sr

Ministry of Trade, Industry & Tourism (MTTT)
Havenlaan 1
Paramaribo, Suriname
dhisur@yahoo.com
reina.raveles@minhi.gov.sr
reinaraveles@yahoo.com
## Schedule 1: Disbursement Provisions

### Basic Information

<table>
<thead>
<tr>
<th>Loan Number</th>
<th>Country</th>
<th>Borrower</th>
<th>Name of the Project</th>
<th>Closing Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>8985-SR</td>
<td>The Republic of Suriname</td>
<td>The Republic of Suriname</td>
<td>Competitiveness and Sector Diversification</td>
<td>Section III B.2. of Schedule 2 to the Loan Agreement.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Disbursement Methods</th>
<th>Methods</th>
<th>Supporting Documentation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct Payment</td>
<td>Yes</td>
<td>Copy of records</td>
</tr>
<tr>
<td>Reimbursement</td>
<td>Yes</td>
<td>Interim unaudited Financial Report (IFR) in the format provided in Attachment 2 of the DFIL, which will include a list of payments made against contracts for which the Bank’s Prior Review is required</td>
</tr>
<tr>
<td>Designated Account</td>
<td>Yes</td>
<td>Interim unaudited Financial Report (IFR) in the format provided in Attachment 2 of the DFIL, which will include a list of payments made against contracts for which the Bank’s Prior Review is required</td>
</tr>
<tr>
<td>Special Commitments</td>
<td>No</td>
<td>Copy of Letter of Credit</td>
</tr>
</tbody>
</table>

### Designated Account (Sections 5 and 6 **)

<table>
<thead>
<tr>
<th>Type</th>
<th>Financial Institution - Name</th>
<th>Frequency of Reporting Subsection 6.3 (***)</th>
<th>Minimum Value of Applications (subsection 3.5)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Two Segregated Designated Accounts: DA-A for MNR (for Disbursement Category 1 of the Loan Agreement) and DA-B for MTTT (for Disbursement Categories 2 and 3 of the Loan Agreement)</td>
<td>Central Bank of Suriname</td>
<td>Quarterly</td>
<td>The minimum value of applications for Direct Payment is the equivalent of USD 500,000.</td>
</tr>
</tbody>
</table>

#### Authorized Signatures (Subsection 3.1 and 3.2 **)

The form for Authorized Signatories Letter is provided in Attachment 1 of this letter.

#### Withdrawal and Documentation Applications (Subsection 3.3 and 3.4 **)

Authorized Signatures: A letter in the Form attached (Attachment 1) should be furnished to the Bank at the address indicated below providing the name(s) and specimen signature(s) of the official(s) authorized to sign Applications:

The World Bank  
1818 H Street, N.W.  
Washington, DC 20433, USA  
Attention: Ms. Tahseen Sayed, Country Director
The World Bank  
1818 H Street, N.W.  
Washington, D.C. 20433  
United States of America

Attention: [Country Director]

Re: IBRD Loan 8985-SR (Competitiveness and Sector Diversification Project)

I refer to the Loan Agreement between the International Bank for Reconstruction and Development (the “World Bank”) and [name of borrower] (the “Borrower”), dated ________, providing the above Loan. For the purposes of Section 2.03 of the General Conditions as defined in the Agreement, any [one] of the persons whose authenticated specimen signatures appear below is authorized on behalf of the Borrower to sign applications for withdrawal under this Loan.

For the purpose of delivering Applications to the World Bank, [each] of the persons whose authenticated specimen signatures appears below is authorized on behalf of the Borrower, acting [individually] [jointly], to deliver Applications, and evidence in support thereof on the terms and conditions specified by the World Bank.

[This confirms that the Borrower is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the World Bank by electronic means. In full recognition that the World Bank shall rely upon such representations and warranties, including without limitation, the representations and warranties contained in the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of

1 Instruction to the Borrower: Stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. Please delete this footnote in final letter that is sent to the Bank.

2 Instruction to the Borrower: Stipulate if more than one person needs to jointly sign Applications, if so, please indicate the actual number. Please delete this footnote in final letter that is sent to the Bank.

3 Instruction to the Borrower: Use this bracket if any one of the authorized persons may sign; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Bank.

4 Instruction to the Borrower: Use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Bank.

5 Instruction to the Borrower: Add this paragraph if the Borrower wishes to authorize the listed persons to accept Secure Identification Credentials and to deliver Applications by electronic means; if this is not applicable, please delete the paragraph. Please delete this footnote in final letter that is sent to the Bank.
**Additional Information/Instructions**

(i) Each PIU (MNR and MTIT) will be submitting quarterly IFRs;
(ii) MNR will disburse against disbursement category 1 and MTIT will disburse against disbursement categories 2 and 3;
(iii) With regard to Disbursement Category 3, IFRs will report disbursement of Grant advances to beneficiaries financed under Part 2(a) of the Project.

**Other**

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Bank’s website (http://www.worldbank.org/) and “Client Connection”. The Bank recommends that you register as a user of “Client Connection”. From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Loan, and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, or if you have any queries in relation to the above, please contact the Bank by email at askloans@worldbank.org.

**Sections and subsections relate to the “Disbursement Guidelines for Investment Project Financing”, dated February 2017.**
Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of SIDC"), the Borrower represents and warrants to the World Bank that it will cause such persons to abide by those terms and conditions.

This Authorization replaces and supersedes any Authorization currently in the World Bank records with respect to this Agreement.

[Name], [position] Specimen Signature: ____________________
[Name], [position] Specimen Signature: ____________________
[Name], [position] Specimen Signature: ____________________

Yours truly,

/ signed /

[Position]
## Attachment 2 - Interim unaudited Financial Statements

### Suriname Competitiveness and Sector Diversification Project
**Sources and Uses of Funds**

<table>
<thead>
<tr>
<th></th>
<th>Current Period</th>
<th>Cumulative</th>
<th>Forecast</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Actual</td>
<td>Budgeted</td>
<td>Variance</td>
<td>Actual</td>
</tr>
<tr>
<td>World Bank</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Advance</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reimbursement</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Direct Payment</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total Receipts (A)</strong></td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>LESS EXPENDITURES</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Component 1</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Component 2 - excluding Grants</td>
<td></td>
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<td></td>
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<tr>
<td>Component 2 - Grants</td>
<td></td>
<td></td>
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</tr>
<tr>
<td><strong>Total Expenditures (B)</strong></td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>RECEIPTS LESS EXPENDITURES</strong></td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net Change in Cash (A - B)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Foreign Exchange Adjustment</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>CASH BALANCES</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Opening Cash Balances</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Designated Account</td>
<td></td>
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<td></td>
</tr>
<tr>
<td>Project Account</td>
<td></td>
<td></td>
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<td></td>
</tr>
<tr>
<td><strong>Total Opening Balance</strong></td>
<td>-</td>
<td>-</td>
<td></td>
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<tr>
<td>Closing Cash Balances</td>
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<td>Designated Account</td>
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<tr>
<td>Project Account</td>
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<tr>
<td><strong>Total Closing Balance</strong></td>
<td>-</td>
<td>-</td>
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</table>

See additional IFR templates provided in the IFR appendix.