Mr. Sukhbir Singh  
Controller of Aid Accounts and Audit  
Department of Economic Affairs  
Ministry of Finance  
5th Floor, “B” Wing  
Janpath Bhawan, Janpath  
New Delhi, India 110 001

Re: Loan No. 8874-IN Atal BHujal Yojana (ABHY) – National Groundwater Management Improvement Program
Additional Instructions: Disbursement and Financial Information Letter

Dear Mr. Sukhbir Singh,

I refer to the Loan Agreement between India (the “Borrower”) and the International Bank for Reconstruction and Development (the “World Bank”) for the Atal BHujal Yojana (ABHY) – National Groundwater Management Improvement Program (Loan 8874-IN). The General Conditions, as defined in the World Bank’s 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 (DFIL), and such additional instructions as the World Bank may specify from time to time by notice to the Borrower. The General Conditions also provide that the DFIL may set out Program specific financial reporting requirements. This letter constitutes such DFIL, and may be revised from time to time.

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

(i) Schedule 1. The table in Schedule 1 sets out the disbursement methods which may be used by the Borrower, considerations on disbursement conditions, information on registration of authorized signatures, processing of withdrawal applications, and instructions on documentation.

(ii) Withdrawal Applications. Applications for withdrawal from the Loan Account (“Withdrawal Applications”) of amounts of the Loan allocated to individual Disbursement Linked Results (“DLR”) may, pursuant to the provisions of Section IV.A.2. of Schedule 2 of the Loan Agreement, be sent to the World Bank at any time after the World Bank has notified the Borrower in writing that it has accepted evidence of achievement of the specific DLR (stated in five DLIs).
(iii) Withdrawal Amount. The Withdrawal Application may be for an amount not to exceed the amount of the Loan confirmed by the World Bank for the specific DLR in respect of which the withdrawal is requested, as specified in the World Bank’s notice to the Borrower.

(iv) Prior Results. The World Bank confirms that results achieved on or after March 31, 2018, may be reimbursed after such agreement has been declared effective, for the amount corresponding to achieved DLRs, and up to an aggregated amount of USD 22,000,000. These prior results must follow all agreed procedures, including verification, prior to be submitted with a Withdrawal Application.

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

The World Bank may permit the Borrower to electronically deliver applications (with supporting documents) through the World 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 World Bank by electronic means. The Borrower may continue to exercise the option of preparing and delivering Applications in paper form.

The World 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 World 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 Statements and Audits. Section 5.09 of the General Conditions.

IFRs – The Interim unaudited Financial Reports will not be required for the Program.

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 nine (9) months after the end of such period.

III. Other Important 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 World 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 World Bank by email at clientconnection@worldbank.org.

If you have any queries in relation to the above, please contact us through the service account AskLoans@WorldBank.org, using the reference Loan No. 8874-IN Atal BHujal Yojana (ABHY) – National Groundwater Management Improvement Program.

Yours sincerely,

Junaid Kamal Ahmad
Country Director
India

Attachments
1. Form of Authorized Signatory Letter
### Schedule 1: Disbursement Provisions

#### Basic Information

<table>
<thead>
<tr>
<th>Loan Number</th>
<th>IBRD 8874-IN</th>
</tr>
</thead>
<tbody>
<tr>
<td>Country</td>
<td>India</td>
</tr>
<tr>
<td>Borrower</td>
<td>India</td>
</tr>
<tr>
<td>Name of the Program</td>
<td>Loan No. 8874-IN Atal BHujal Yojana (ABHY) – National Groundwater Management Improvement Program</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Closing Date</th>
<th>Section IV.B.4. of Schedule 2 to the World Bank’s Loan Agreement.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Disbursement Deadline Date</td>
<td>Six months after the closing date.</td>
</tr>
</tbody>
</table>

#### Disbursement Methods and Supporting Documentation

<table>
<thead>
<tr>
<th>Disbursement Method</th>
<th>Type and Supporting Documentation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Advance</td>
<td>Advance of up to USD 112,000,000 for one or more DLIs which have not yet been achieved</td>
</tr>
<tr>
<td></td>
<td>- Request with each Withdrawal Application</td>
</tr>
<tr>
<td>Reimbursement</td>
<td>Financing of achieved DLIs</td>
</tr>
<tr>
<td></td>
<td>- Confirmation issued by the World Bank with each Withdrawal Application</td>
</tr>
</tbody>
</table>

#### Authorized Signatures

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

Withdrawal and Documentation Applications

The Authorized Signatories Letter, Withdrawal Applications and its supporting documentation will be sent to the following address:

The World Bank Group
No. 11, Taramani Main Road
Taramani, Chennai – 600 113, India

Attention: Loan Operations Department (WFACS)

#### Additional Information

- **Category 1 to 5 under the Program.** Applications for withdrawal from the Loan Account (“Withdrawal Applications”) of amounts of the Loan allocated to individual Disbursement Linked Results (“DLR”) may, pursuant to the provisions of Section IV.B.1(b), IV.B.2, and IV.B.3 of Schedule 2 to the Loan Agreement and section II below, be sent to the World Bank at any time after the World Bank has notified the Borrower in writing that it has accepted evidence of achievement of the specific DLR.
- **Category 6 and 7.** Funds from the Loan Account will be withdrawn pursuant to the provision of Section IV.A.2 of Schedule 2 to the Loan Agreement.

#### Other Instructions

- **Program Management Unit (PMU).** The PMU will be responsible for the program management and implementation.
- **Deposits of Loan Amounts.** All withdrawals from the Loan Account will be deposited by the World Bank into an account established at the Reserve Bank of India (RBI)
- **Disbursement Table.** Schedule 3 to the Loan Agreement provides detailed information on the Disbursement Linked Indicators, Disbursement Linked Results and Allocated Amounts Applicable to the Program
- **Financial Reporting.** Eligible Expenditures, as defined in the Appendix (Section II) to the Loan Agreement will be reported in the semi-annual Program Reports stated in the Schedule 2 (Section III.A.1 - Program Monitoring, Reporting and Evaluation) to the Loan Agreement.
Form of Authorized Signatory Letter

[Letterhead]
Ministry of Finance
[Street address]
[City] [Country]

[DATE]
The World Bank
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Attention: [Country Director]

Re: IBRD Loan 8874-IN. Atal BHujal Yojana (ABHY) – National Groundwater Management Improvement Program

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 2.02 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 or 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.

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.
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 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]

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.