TO: The President, International Development Association

Recommendation of the Committee under Section 1(d) of Article V of the Articles of Agreement on the proposed Credit and Grant (Tenth Poverty Reduction Support Development Policy Financing) to the Republic of Mozambique

The undersigned Committee constituted under Section 1(d) of Article V of the Articles of Agreement of the International Development Association (the Association) hereby submits its recommendation pursuant to said Section in respect of the proposal that the Association grants to the Republic of Mozambique (the Recipient) a Credit in an amount in various currencies equivalent to SDR 37,300,000, and a Grant in an amount in various currencies equivalent to SDR 37,300,000. The objectives of said Credit and Grant are to assist the Republic of Mozambique to: (i) improve the business climate and to increase transparency in the management of extractive industries; (ii) strengthen social protection; and (iii) enhance public finance management.

- 1. The Committee has carefully studied the merits of the proposal to grant such credit and grant, and of the purpose to which the proceeds of the credit and grant are to be applied.
- 2. The Committee is of the opinion that the program in support of which the proceeds of such credit and grant are to be applied comes within the purposes of the Association as set forth in Article I of said Articles of Agreement, and that said program is designed to promote the economic development of the Recipient and is of high developmental priority in the light of the needs of the Republic of Mozambique.
- Accordingly, the Committee finds that said program merits financial assistance from the Association, and hereby recommends said program for such assistance.

COMMITTEE

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Senior Vice President and Group General Counsel

Nominee selected by Governor for Mozambique

Regional Vice President
Africa Region

Senior Vice President and Chief Economist

Vice President, Development Finance

Dated at Washington, DC NOV 1 3 2014