

W. 8453-UY

STATUTORY COMMITTEE REPORT

TO: The President, International Bank for Reconstruction and Development

Report of the Committee under Section 4 (iii) of Article III of the Articles of Agreement on the Proposed Loan (Drought Events' Impact Mitigating Investment Project Financing) to the National Development Corporation (*Corporación para el Desarrollo*) to be guaranteed by the Oriental Republic of Uruguay.

The undersigned Committee constituted under Section 7 of Article V of the Articles of Agreement of International Bank for Reconstruction and Development (the Bank) hereby submits its report pursuant to Section 4 (iii) of Article III of said Articles in respect of the proposal that the Bank grant to the National Development Corporation (*Corporación para el Desarrollo*) (the Borrower) a loan in an amount of \$200,000,000, which loan is to be guaranteed by the Oriental Republic of Uruguay (the Guarantor). The purposes of said loan are to: (i) to enhance the Guarantor's efforts to mitigate the effect of adverse weather conditions on its public sector accounts; and (ii) enhancing the efficiency of its risk management framework used to mitigate these risks.

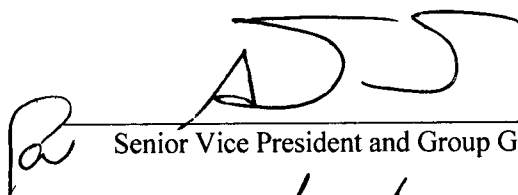
1. The Committee has carefully studied the merits of the proposal to grant such a loan, and of the purposes to which the proceeds of the loan are to be applied.
2. The Committee is of the opinion that the Project toward the financing of which the proceeds of such loan are to be applied comes within the purposes of the Bank as set forth in Article I of said Articles of Agreement, and that said Project is designed to promote the development of the productive facilities and resources of the Oriental Republic of Uruguay and is in the interest of the Oriental Republic of Uruguay and of the members of the Bank as a whole.


Oriental Republic of Uruguay

(Drought Events' Impact Mitigating
Investment Project Financing)

3. Accordingly, the Committee finds that said Project merits financial assistance from the Bank, and hereby recommends said Project for such assistance.

COMMITTEE


Senior Vice President and Group General Counsel


Expert Selected by Governor for
the Oriental Republic of Uruguay


Regional Vice President
Latin America and the Caribbean

Dated at Washington, D. C.

November 11, 2014