



LOAN NUMBER 8453-UY

Guarantee Agreement

(Drought Events' Impact Mitigating Investment Project Financing)

between

ORIENTAL REPUBLIC OF URUGUAY

and

**INTERNATIONAL BANK FOR RECONSTRUCTION
AND DEVELOPMENT**

Dated February 11, 2015

LOAN NUMBER 8453-UY

GUARANTEE AGREEMENT

AGREEMENT, dated February 11, 2015, entered into between the ORIENTAL REPUBLIC OF URUGUAY ("Guarantor") and INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT ("Bank") ("Guarantee Agreement") in connection with the Loan Agreement of same date between the Bank and the National Development Corporation (*Corporación Nacional para el Desarrollo*) ("Borrower") ("Loan Agreement"). The Guarantor and the Bank hereby agree as follows:

ARTICLE I – GENERAL CONDITIONS; DEFINITIONS

Section 1.01. The General Conditions (as defined in the Appendix to the Loan Agreement) constitute an integral part of this Agreement.

Section 1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the General Conditions or in the Loan Agreement.

ARTICLE II – GUARANTEE

Section 2.01. The Guarantor declares its commitment to the objectives of the Project. To this end, without limitation or restriction upon any of its other obligations under the Guarantee Agreement, the Guarantor hereby unconditionally guarantees, as primary obligor and not as surety merely, the due and punctual payment of all Loan Payments payable by the Borrower pursuant to the Loan Agreement, and the punctual performance of all the other obligations of the Borrower set forth or referred to in the Loan Agreement.

ARTICLE III – REPRESENTATIVE; ADDRESSES

Section 3.01. The Guarantor's Representative is its Minister of Economy and Finance.

Section 3.02. The Guarantor's Address is:

Ministerio de Economía y Finanzas
Colonia No. 1089, Tercer Piso
Montevideo, Uruguay

Facsimile:
(59-82) 1712-2688

Section 3.03. The Bank's Address is:

International Bank for
Reconstruction and Development
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable:	Telex:	Facsimile:
INTBAFRAD Washington, D.C.	248423 (MCI) or 64145 (MCI)	(202) 477-6391

AGREED at Montevideo, Uruguay as of the day and year first above written.

ORIENTAL REPUBLIC OF URUGUAY

By



Authorized Representative

Name: MARIO BERGARA

Title: MINISTRO DE ECONOMÍA
Y FINANZAS

**INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT**

By



Authorized Representative

Name: JESE HENTSCHE

Title: COUNTRY DIRECTOR
WORLD BANK