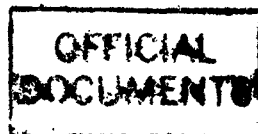




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 Ciudad Autónoma de Buenos Aires  
 Argentine Republic

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W. 8093-AR  
November 13, 2015

His Excellency  
 Mr. Axel Kicillof  
 Minister of Economy and Public Finance  
 Ministry of Economy and Public Finance  
 Hipólito Yrigoyen 250  
 C1086 AAB,  
 Buenos Aires, Argentina

Re: IBRD Loan 8093-AR (Socio Economic Inclusion in Rural Areas Project)  
**Additional Instructions: Disbursement Letter**

Dear Minister Kicillof:

I refer to the Loan Agreement between the International Bank for Reconstruction and Development (the “Bank”) and the República Argentina (the “Borrower”) for the above-referenced project, dated as of the Signature Date. The Agreement provides that the Bank may issue additional instructions regarding the withdrawal of the proceeds of Loan 8093-AR (“Loan”). This letter (“Disbursement Letter”), as revised from time to time, constitutes the additional instructions.

The attached *World Bank Disbursement Guidelines for Projects*, dated May 1, 2006, (“Disbursement Guidelines”) (Attachment 1), are an integral part of the Disbursement Letter. The manner in which the provisions in the Disbursement Guidelines apply to the Loan is specified below. Sections and subsections in parentheses below refer to the relevant sections and subsections in the Disbursement Guidelines and, unless otherwise defined in this letter, the capitalized terms used have the meanings ascribed to them in the Disbursement Guidelines.

## **I. Disbursement Arrangements**

**(i) Disbursement Methods (section 2).** The following Disbursement Methods may be used under the Loan:

- Reimbursement
- Advance
- Direct Payment

**(ii) Disbursement Deadline Date (subsection 3.7).** The Disbursement Deadline Date is four months after the Closing Date specified in the Schedule 2 (Section IV.B.2) to the Loan Agreement. Any changes to this date will be notified by the Bank.

**(iii) Disbursement Conditions (subsection 3.8).** Please refer to the Disbursement Conditions in Schedule 2 (Section IV.B.1) to the Loan Agreement.

## **II. Withdrawal of Loan Proceeds**

**(i) Authorized Signatures (subsection 3.1).** An authorized signatory letter in the Form attached (Attachment 2) 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  
Torre Bouchard  
Bouchard 547  
C1106ABG  
Buenos Aires, Argentina  
Attention: **Jesko S. Hentschel**, Country Director  
Argentina, Paraguay and Uruguay.

**(ii) Applications (subsections 3.2 - 3.3).** Please provide completed and signed (a) applications for withdrawal, together with supporting documents, to the address indicated below:

Banco Mundial  
Setor Comercial Norte,  
Quadra 02, Lote A  
Edifício Corporate Finance Center  
7º andar  
70712-900 Brasilia, D.F.  
Brazil  
Attention: **Monica Tambucho**, Sr. Finance Officer, Loan Department

**(iii) Electronic Delivery (subsection 3.4).** The Bank may permit the Borrower to electronically deliver to the Bank Applications (with supporting documents) through the Bank's Client Connection, web-based portal. The option to deliver Applications to the Bank by electronic means may be effected if: (a) the Borrower has designated in writing, pursuant to the terms of subparagraph (i) of this Section, its officials who are authorized to sign and deliver Applications and to receive Secure Identification Credentials ("SIDC") from the Bank for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Borrower have registered as users of Client Connection. If the Bank agrees, the Bank will provide the Borrower with SIDC for the designated officials. Following which, the designated officials may deliver Applications electronically by completing Form 2380, which is accessible through Client Connection (<https://clientconnection.worldbank.org>). 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.

**(iv) Terms and Conditions of Use of SIDC to Process Applications.** 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 (“Terms and Conditions of Use of Secure Identification Credentials”) provided in Attachment 3; and (b) to cause such official to abide by those terms and conditions.

**(v) Minimum Value of Applications (subsection 3.5).** The Minimum Value of Applications for direct payments and reimbursements is USD \$2,500,000.

**(vi) Advances (sections 5 and 6).**

- **Type of Designated Account (subsection 5.3):** Segregated
- **Currency of Designated Account (subsection 5.4):** United States Dollars (USD)
- **Financial Institution at which the Designated Account Will Be Opened (subsection 5.5):** Banco de la Nación Argentina
- **Ceiling (subsection 6.1):** USD \$10,000,000

### **III. Reporting on Use of Loan Proceeds**

**(i) Supporting Documentation (section 4).** Supporting documentation should be provided with each application for withdrawal as set out below:

- **For reporting eligible expenditures paid from the Designated Account and for Reimbursement:**
  - Records evidencing eligible expenditures (e.g., copies of receipts, supplier invoices) for payments for (i) Works against contracts valued at USD \$500,000 or more; (ii) Goods against contracts valued at USD \$300,000 equivalent or more; (iii) Consulting Firms against contracts valued at USD \$300,000 equivalent or more; (iv) Individual Consultants against contracts valued at USD \$50,000 equivalent or more, and (v) Non-consulting services against contracts valued at USD \$150,000 equivalent or more, in the form attached (Attachment 4A - “Statements of Expenditures” With supporting documentation);
  - Statement of Expenditures in the form attached (Attachment 4B – “Statements of Expenditure” Without supporting documentation) for all other expenditures below the above mentioned thresholds, including training and operating costs.
  - List of payments against contracts that are subject to the Bank’s prior review, in the form attached (Attachment 5)
- **For requests for direct payment:**
  - Records evidencing eligible expenditures, e.g., copies of receipts, suppliers/contractors’ invoices.

**(ii) Frequency of Reporting Eligible Expenditures Paid from the Designated Account (subsection 6.3):** Minimum frequency: Quarterly.

**(iii) Other Supporting Documentation Instructions.** A Designated Account activity reconciliation statement (Attachment 6) and Bank Statement should be submitted with each withdrawal application reporting on the use of Loan proceeds from the Designated Account.

#### **IV. Other Disbursement Instructions**

Eligible expenditures will be applied to categories based on Withdrawal applications accompanied with required supporting documentation. For purposes of financing with proceeds of the Loan, eligible expenditures are Goods, Works, Consultants' Services, Non-consulting Services, Training and Operating Costs (as applicable) in line with Schedule 2 (Section IV. A. paragraphs 2 and 3) to the Loan Agreement.

#### **V. Other Important Information**

For additional information on disbursement arrangements, please refer to the Disbursement Handbook available on the Bank's public website at <https://www.worldbank.org> and its secure website "Client Connection" at <https://clientconnection.worldbank.org>. Print copies are available upon request.

If you have not already done so, the Bank recommends that you register as a user of the Client Connection website (<https://clientconnection.worldbank.org>). 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. All Borrower officials authorized to sign and deliver Applications by electronic means are required to register with Client Connection before electronic delivery can be effected. For more information about the website and registration arrangements, please contact the Bank by email at <[clientconnection@worldbank.org](mailto:clientconnection@worldbank.org)>.

If you have any queries in relation to the above, please contact us at [loalcr@worldbank.org](mailto:loalcr@worldbank.org) (with copy to Victor Ordonez, Senior Finance Officer at [vconde@worldbank.org](mailto:vconde@worldbank.org)) using the above reference.

Yours sincerely,

  
\_\_\_\_\_  
Jesko S. Hentschel  
Country Director

Argentina, Paraguay and Uruguay  
The World Bank

*Attachments* — N/PTT

1. World Bank Disbursement Guidelines for Projects, dated May 1, 2006
2. Form for Authorized Signatures
3. Terms and Conditions of Use of Secure Identification Devices in connection with Use of Electronic Means to Process Applications and Supporting Documentation, dated January 20 2010
- 4A. "Statement of Expenditure - With supporting documents" - above SOE thresholds; and
- 4B. "Statement of Expenditure - Without supporting documents" - below SOE thresholds.
5. Form of Payments Against Contracts Subject to the Bank's Prior Review
6. Designated Account activity reconciliation

Cc with copies: **Ministro Carlos Casamiquela**  
Ministerio de Agricultura, Ganadería y Pesca  
Avenida Paseo Colon 982 1er Piso C.P. 1063  
Buenos Aires  
Argentina

**Federico Bekerman**  
Subsecretario de Evaluación de Proyectos con Financiamiento Externo  
Jefatura de Gabinete de Ministros  
Av. Julio Argentino Roca 710  
C1067ABP  
Buenos Aires  
Argentina

**Diego Menendez**  
Director Nacional de Proyectos con Organismos Internacionales de Crédito  
Ministerio de Economía y Finanzas Públicas  
Hipólito Yrigoyen 250, Piso 8 Oficina 830  
C1086 AAB  
Buenos Aires  
Argentina

**Jorge Neme**  
Coordinador Ejecutivo UCAR  
Ministerio de Agricultura, Ganadería y Pesca  
Belgrano 456 Piso 4  
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