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

Re: Loan No. 8238 and Amendment Loan No. 8328-ph (Second  
Development Policy Loan to Foster More Inclusive Growth:  
Supplemental Financing for Post-Typhoon Recovery and Amendment  
to the Original Loan Agreement)

Dear Sirs and Mesdames:

In connection with the Loan Agreement of this date between Republic of the Philippines  
(Member Country) and International Bank for Reconstruction and Development (Bank)  
providing a loan (Loan) for the above-captioned Project, and the General Conditions  
(General Conditions) made applicable to the Loan Agreement, I am writing on behalf of  
the Member Country to set forth the following:

1. We understand and agree that, for purposes of Section 6.01 of the General  
Conditions, the Member Country is required by the Bank to report “long-term  
external debt” (as defined in the World Bank’s Debtor Reporting System Manual,  
dated January 2000 (DRSM)), in accordance with the DRSM, and in particular, to  
notify the Bank of new “loan commitments” (as defined in the DRSM) not later  
than 30 days after the ends of the quarter during which the debt is incurred, and  
to notify the Bank of “transactions under loans” (as defined in the DRSM) once a  
year, not later than March 31 of the year covered by the report.

2. We represent that no Liens (as defined in the General Conditions), other than  
those excluded pursuant to paragraph (c) of Section 6.02 of the General  
Conditions, exist on any Public Assets (as defined in the General Conditions), as  
security for any External Debt (as defined in the General Conditions). No defaults  
exist in respect of any external public debt (as defined in the DRSM). It is our  
understanding that in making the Loan, the Bank may rely on the  
representations set forth or referred to in this letter.
3. Please confirm your agreement to the foregoing by having a duly authorized representative of the Bank sign in the space provided below.

Very truly yours,

Republic of the Philippines

By CESAR V. PURISIMA
Secretary of Finance

AGREED:

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By MARIBEL I. ZAMORA
Authorized Representative