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 Additional Loan (Additional Loan for Gas Sector Development Project) to the Boru Hatları ile Petrol Taşıma A.Ş. to be guaranteed by the Republic of Turkey

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 Boru Hatları ile Petrol Taşıma A.Ş. an additional loan in an amount of four hundred million United State Dollars ($400,000,000), which additional loan is to be guaranteed by the Republic of Turkey. The purpose of said loan is to provide additional funds to supplement the financial assistance furnished by the Bank under the Loan Agreement (Loan No. 7342-TU - Gas Sector Development Project), dated February 2, 2006, between the Bank and the Boru Hatları ile Petrol Taşıma A.Ş., guaranteed by the Republic of Turkey pursuant to a Guarantee Agreement of even date therewith between the Republic of Turkey and the Bank.

1. The Committee has carefully studied the merits of the proposal to grant such an additional loan, and of the purpose 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 supplemental loan are to be applied continues to come 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 Republic of Turkey and is in the interest of the Republic of Turkey and of the members of the Bank as a whole.
Republic of Turkey

(Additional Loan for Gas Sector Development Project)

3. Accordingly, the Committee finds that said project continues to merit financial assistance from the Bank, and hereby recommends said project for such additional assistance.

COMMITTEE

[Signature]

Senior Vice President and Group General Counsel

[Signature]

Expert selected by Governor for the Republic of Turkey

[Signature]

Regional Vice President Europe and Central Asia

Jun 5, 2014
Dated at Washington, D.C.