REPUBLIC OF ARMENIA

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

Re:  IBRD Loan No. 8615-AM
(Power Sector Financial Recovery Program)
Baseline for Outstanding Commercial Loans and Selected Payables of YTPC

Dear Sirs and Mesdames:

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

With respect to activities under Parts B and C of Schedule 1 of the Loan Agreement, there is certain information that we, the Member Country have requested the Bank to keep as confidential. Specifically, we refer to: (i) the contracts’ reference numbers corresponding to the selected commercial loans owned by ANPP and YTPC; and (ii) the contract’s reference number corresponding to the payable for gas owned by YTPC to Yerevan GGM branch of Gazprom Armenia CJSC.

We understand this request is in line with the Bank’s Access of Information Policy. Notwithstanding the above, we understand and agree that for purposes of the compliance with the obligations under the Loan Agreement, monitoring and verification processes, we need to specify the reference numbers of the selected contracts described in (i) and (ii) above. Therefore, the details of said information are set forth in the Annex to this letter.
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 ARMENIA

By ________________________________
Authorized Representative

AGREED:

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By ________________________________
Authorized Representative
Annex

Baseline for Outstanding Commercial Loans of ANPP and YTPC and Payables of YTPC

a) Baseline for Commercial Loans

<table>
<thead>
<tr>
<th>N</th>
<th>Entity Name</th>
<th>Reference number of original loan contract</th>
<th>Loan currency</th>
<th>Loan original principal amount in contract currency</th>
<th>Outstanding principal amounts in contract currency as of February 1, 2016 (Baseline)</th>
<th>US$ equivalents(^2) of outstanding principal amounts as of February 1, 2016 (Baseline)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>ANPP</td>
<td>P15/196-01</td>
<td>EUR</td>
<td>2,000,000.00</td>
<td>2,000,000.00</td>
<td>2,171,191.43</td>
</tr>
<tr>
<td>2</td>
<td></td>
<td>539364</td>
<td>USD</td>
<td>6,354,000.00</td>
<td>6,354,000.00</td>
<td>6,354,000.00</td>
</tr>
<tr>
<td>1</td>
<td>YTPC</td>
<td>VP026609</td>
<td>USD</td>
<td>2,600,000.00</td>
<td>650,000.00</td>
<td>650,000.00</td>
</tr>
<tr>
<td>2</td>
<td></td>
<td>VP100614/1</td>
<td>EUR</td>
<td>5,906,897.48</td>
<td>2,362,759.01</td>
<td>2,565,001.06</td>
</tr>
<tr>
<td>3</td>
<td></td>
<td>VP100416/2</td>
<td>EUR</td>
<td>3,198,871.07</td>
<td>1,279,548.44</td>
<td>1,389,072.30</td>
</tr>
</tbody>
</table>

b) Baseline for Selected Payables of YTPC

<table>
<thead>
<tr>
<th>N</th>
<th>Entity Name</th>
<th>Reference number of the contract(^1)</th>
<th>Contractual Counterpart</th>
<th>Payable currency</th>
<th>Outstanding balance of the payable in the contract currency as of February 1, 2016 (Baseline)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>YTPC</td>
<td>0140713001</td>
<td>Yerevan GGM of Gazprom Armenia CJSC</td>
<td>AMD</td>
<td>12,161,961,848.00</td>
</tr>
</tbody>
</table>

\(^1\) Here only original contract numbers are referred. Subsequent amendments under some of the contracts may have different reference numbers.

\(^2\) Calculated based on the following official exchange rates by the Central Bank of Armenia as of February 1, 2016: US$1=489.16AMD; EUR1=531.03AMD.