RECOMMENDATION OF STATUTORY COMMITTEE

TO: The President, International Development Association

Recommendation of the Committee under Section 1(d) of Article V of the Articles of Agreement on the proposed Credit (Pakistan First Power Sector Reform Development Policy Financing) to the Islamic Republic of Pakistan.

The undersigned Committee constituted under Section 1(d) of Article V of the Articles of Agreement of International Development Association (the Association) hereby submits its recommendation pursuant to said Section in respect of the proposal that the Association grant to the Islamic Republic of Pakistan (Recipient) a credit in an amount equivalent to three hundred eighty seven million eight hundred thousand Special Drawing Rights (SDR 387,800,000). This is a first Development Policy Financing in a programmatic series of two single tranche operations. The purpose of said credit is to support Pakistan’s program of reforms aimed at developing an efficient and consumer oriented electric power system that meets the needs of Pakistan’s people and economy, sustainably and affordably.

1. The Committee has carefully studied the merits of the proposal to grant such a credit, and of the purpose to which the proceeds of the credit are to be applied.

2. The Committee is of the opinion that the project towards the financing of which the proceeds of such credit are to be applied comes within the purposes of the Association as set forth in Article I of said Articles of Agreement, and that said project is designed to promote the economic development of the Islamic Republic of Pakistan and is of high developmental priority in the light of the needs of the Islamic Republic of Pakistan.
Accordingly, the Committee finds that said project merits financial assistance from the Association, and hereby recommends said project for such assistance.

COMMITTEE

[Signatures]

Regional Vice President
South Asia Region

[Signature]

Vice President, Concessional Finance and Global Partnerships

[Signature]

Senior Vice President, Development Economics and Chief Economist

Dated at Washington, D.C.
April 22, 2014