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 Loan (Eastern Dedicated Freight Corridor 2 Project) to Dedicated Freight Corridor Corporation of India Limited to be guaranteed by India.

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 Dedicated Freight Corridor Corporation of India Limited (the Borrower) a loan in the amount of one billion one hundred million United States Dollars (USD 1,100,000,000), which loan is to be guaranteed by India (the Guarantor). The purpose of said loan is to: (i) provide additional rail transport capacity, improved service quality and higher freight throughput on the 393 km Kanpur to Mughal Sarai section of the Eastern Dedicated Freight Corridor; and (ii) develop the institutional capacity of the Borrower to build, maintain and operate the entire dedicated freight corridor network.

1. The Committee has carefully studied the merits of the proposal to grant such a 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 loan are to be applied comes 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 India and is in the interest of India and of the members of the Bank as a whole.
3. Accordingly, the Committee finds that said project merits financial assistance from the Bank, and hereby recommends said project for such assistance.

COMMITTEE

[Signatures]

Acting Senior Vice President and Group General Counsel

Expert Selected by Governor for India

Regional Vice President South Asia Region

Dated at Washington, D.C. APRIL 10, 2014