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 (Renewable Energy Integration Project) to Türkiye Elektrik İletim 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 the 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: Türkiye Elektrik İletim A.Ş. a loan (IBRD Loan) in an amount of two hundred and seventeen million six hundred thousand Euros (€217,600,000) to be guaranteed by the Republic of Turkey. The purpose of said loan is to assist the Republic of Turkey in meeting its increased power demand by strengthening the transmission system and facilitating large-scale renewable energy generation. The Project will also be supported by a loan from the Clean Technology Fund (CTF) in an amount of fifty million United States Dollars (US$50,000,000) to Türkiye Elektrik İletim A.Ş., with the guarantee of the Republic of Turkey.

1. The Committee has carefully studied the merits of the proposal to grant such IBRD loan, and of the purpose to which the proceeds of the IBRD loan is to be applied.

2. The Committee is of the opinion that the Project toward the financing of which the proceeds of such IBRD loan is 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 the Republic of Turkey and is in the interest of the Republic of Turkey 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]

Senior Vice President and Group General Counsel

[Signatures]

Expert Selected by Governor for Republic of Turkey

[Signatures]

Regional Vice President Europe and Central Asia

Dated at Washington, D.C.

Apr 8, 2014