Supplemental Letter No. 1

REPUBLIC OF MOLDOVA

July 11, 2014

International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Re: Program Credit No. 5469-MD
Project Credit No. 5470-MD
Health Transformation Operation
Section 5.01 of the General Conditions
Financial and Economic Data

Dear Sirs and Mesdames:

In connection with the Financing Agreement (Financing Agreement) of this date between the Republic of Moldova (Member Country) and International Development Association (Association) providing financing (Program Financing and Project Financing) for the above-captioned Operation, and the General Conditions applicable to the Program and the General Conditions applicable to the Project (collectively referred to as "General Conditions") made applicable to the Financing Agreement, I am writing on behalf of the Member Country to set forth the following:

1. We understand and agree that, for purposes of Section 5.01 of the General Conditions, the Member Country is required by the Association to report "long-term external debt" (as defined in the World Bank’s Debtor Reporting System Manual, dated January 2000 (DRSM)), in accordance with the DRSM, and in particular, to notify the Association of new "loan commitments" (as defined in the DRSM) not later than 30 days after the end of the quarter during which the debt is incurred, and to notify the Association of "transactions under loans" (as defined in the DRSM) once a year, not later than March 31 of the year following the year covered by the report.

2. We represent that no defaults exist in respect of any external debt (as defined in the DRSM). It is our understanding that, in making the Program Financing and the Project Financing, the Association may rely on the representations set forth or referred to in this letter.
3. Please confirm your agreement to the foregoing by having a duly authorized representative of the Association sign in the space provided below.

Very truly yours,

REPUBLIC OF MOLDOVA

By [Signature]
Authorized Representative

AGREED:

INTERNATIONAL DEVELOPMENT ASSOCIATION

By [Signature]
Authorized Representative