STATUTORY COMMITTEE REPORT

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 (Third Power Sector Reform Development Policy Operation) to the Socialist Republic of Vietnam.

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 the Socialist Republic of Vietnam (the Borrower) a loan in an amount of US$ 200,000,000. The purpose of said loan is to support the Borrower's program of actions, objectives, and policies designed to support the development of a competitive market for electricity generation; to restructure the power sector and reform of electricity tariff system that will facilitate effective competition, transparency and predictability; to encourage timely investment in new generation capacity; to enhance power system efficiency and reliable operation; and to implement pricing and programs that promote the efficient use of electricity.

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 program in support 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 program is designed to promote the development of the productive facilities and resources of the Borrower and is in the interest of the Borrower and of the members of the Bank as a whole.
3. Accordingly, the Committee finds that said program merits financial assistance from the Bank, and hereby recommends said program for such assistance.

COMMITTEE

Acting Senior Vice President and Group General Counsel

Nominee Selected by Governor for Socialist Republic of Vietnam

Regional Vice President East Asia and Pacific Region

Vice President Concessional Finance and Global Partnerships

Senior Vice President, Development Economics and Chief Economist

Dated at Washington, D.C.

June 4, 2014