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 (Kali Gandaki A Hydropower Plant Rehabilitation Project) to Nepal

The undersigned Committee constituted under Section 1(d) of Article V of the Articles of Agreement of the International Development Association (the Association) hereby submits its recommendation pursuant to said Section in respect of the proposal that the Association grant to Nepal (the Recipient) a credit in an amount equivalent to SDR 18,200,000. The purpose of said credit is to improve the reliability of the power supply of the Kali Gandaki A Hydropower Plant through rehabilitation and safety measures, and to improve the response capacity of the Recipient in case of an emergency.

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 toward 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 Recipient and is of high developmental priority in the light of the needs of the Recipient.
3. Accordingly, the Committee finds that said project merits financial assistance from the Association, and hereby recommends said project for such assistance.

COMMITTEE

[Signatures]

Senior Vice President and Group General Counsel

Nominee selected by Governor for Nepal Deputy Chief of Mission

Regional Vice President South Asia

Dated at Washington, D.C.

4/29/13