

**RECOMMENDATION OF STATUTORY COMMITTEE**

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 Grant (First Development Policy Financing) to Tuvalu.

The undersigned Committee constituted under Section 1 (d) of Article V of the Articles of Agreement of International Development Association (the Association) hereby submits its recommendation pursuant to said Section in respect of the proposal that the Association grant to Tuvalu a grant in an amount equivalent to SDR 2,000,000. The purpose of said operation is to support reforms that strengthen public financial management and improve the delivery of social services, while providing critical financing to enable the rebuilding of fiscal buffers.

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

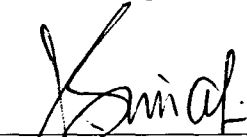
2. The Committee is of the opinion that the program in support of which the proceeds of such grant are to be applied comes within the purposes of the Association as set forth in Article I of said Articles of Agreement, and that said program is designed to promote the economic development of the Tuvalu and is of high developmental priority in the light of the needs of the Tuvalu.

3. Accordingly, the Committee finds that said program merits financial assistance from the Association, and hereby recommends said program for such assistance.

COMMITTEE



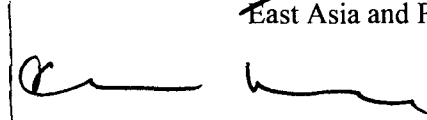
Senior Vice President and
Group General Counsel



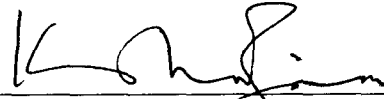
Nominee Selected by Governor for
Tuvalu



Regional Vice President
East Asia and Pacific



Vice President, Concessional Finance and
Global Partnerships



Senior Vice President, Development
Economics and Chief Economist

Dated at Washington, D.C.

MM

10-28-13