Guarantee Agreement

(SABESP – Improving Water Service Access and Security in the Metropolitan Region of São Paulo Project)

(Programa de Sustentabilidade e Inclusão aos Serviços de Saneamento e Preservação da Água para Abastecimento Público na RMSP - Região Metropolitana de São Paulo Programa Saneamento Sustentável e Inclusivo – SABESP)

between

FEDERATIVE REPUBLIC OF BRAZIL

and

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
GUARANTEE AGREEMENT

AGREEMENT entered into between FEDERATIVE REPUBLIC OF BRAZIL ("Guarantor") and INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT ("Bank") ("Guarantee Agreement") in connection with the Loan Agreement of the Signature Date between the Bank and COMPANHIA DE SANEAMENTO BÁSICO DO ESTADO DE SÃO PAULO ("Borrower" or "SABESP"), concerning Loan No. 8916-BR ("Loan Agreement"). The Guarantor and the Bank hereby agree as follows:

ARTICLE I – GENERAL CONDITIONS; DEFINITIONS

Section 1.01. The General Conditions (as defined in the Appendix to the Loan Agreement) apply to and form part of this Agreement.

Section 1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the General Conditions or in the Loan Agreement.

ARTICLE II – GUARANTEE

Section 2.01. The Guarantor hereby unconditionally guarantees, as primary obligor and not as surety merely, the due and punctual payment of all Loan Payments payable by the Borrower pursuant to the Loan Agreement.

ARTICLE III – REPRESENTATIVE; ADDRESSES

Section 3.01. The Guarantor’s Representative is its Minister of Finance.

Section 3.02. For purposes of Section 10.01 of the General Conditions: (a) the Guarantor’s address is:

Ministério da Fazenda
Procuradoria Geral da Fazenda Nacional
Esplanada dos Ministérios, Bloco "P" - 8º andar
70048-900 Brasília, DF
Brazil; and

(b) the Guarantor’s Electronic Address is:

Facsimile: (55-61) 3412-1740
E-mail: apoiosof.df.pgf@pgfn.gov.br

Section 3.03. For purposes of Section 10.01 of the General Conditions: (a) the Bank’s Address is:
International Bank for Reconstruction and Development
1818 H Street, N.W.
Washington, D.C. 20433
United States of America; and

(b) the Bank’s Electronic Address is:

Telex: 248423(MCI) or 64145(MCI)  
Facsimile: 1-202-477-6391  
E-mail: mraiser@worldbank.org

AGREED as of the later of the two dates written below.

FEDERATIVE REPUBLIC OF BRAZIL

By

Authorized Representative

Name: Fábio St. Boin
Title: Procuradora da Fazenda Nacional
Date: 04/12/19

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By

Authorized Representative

Name: Paloma Ansó Cañas
Title: Country Director
Date: December 4, 2019