IN THE MATTER OF AN ARBITRATION UNDER


-and-


-and-

THE UNCITRAL ARBITRATION RULES

-between-

1. GUARACACHI AMERICA, INC. (U.S.A.)
2. RURELEC PLC (UNITED KINGDOM)

(the “Claimants”)

-and-

THE PLURINATIONAL STATE OF BOLIVIA

(the “Respondent,” and together with the Claimants, the “Parties”)
PROCEDURAL ORDER NO. 2
July, 2, 2012

1. By letter of June 26, 2012, the Respondent informed the Tribunal and Claimant that in
June 13, 2012, the Procuraduria General del Estado decided that a public tender for
contracting outside counsel has been not successful, as no one of the entities that
applied has been considered as corresponding to the conditions set forth for said
tender.

2. As a consequence, Respondent requested a 2 months extension for the submission of
its Statement of Defense.

3. Duly notified, Claimants by letter of June, 29, 2012 considered that as the arbitral
proceeding was known by Respondent for more than 16 months and as in September,
29, 2011 the Tribunal granted to the Respondent 5 months for submitting its Statement
of Defense, the proceedings for contracting outside counsel could have been
implemented much sooner and therefore no grounds exist to justify the requested
extension.

4. The Tribunal admits that Claimants is not wrong when stating that Respondent could
probably have avoided this situation and therefore it has the exclusive responsibility
for the situation that justifies the request for the 2 months extension.

5. However, the Tribunal considers that it may be justified – up to a certain point and
under some conditions - to take into consideration legal and other procedural
constraints that may create a specific burden to a public entity as the Respondent, as
mentioned in the said request.

6. The Tribunal considers that the granting of an extension of a maximum of 2 months
for the Statement of Defense submission does not jeopardize per se its obligation of
assuring an efficient procedure.

7. However the extension requested will have consequences as to the subsequent
submission’s calendar and the final hearings.

8. Therefore it is decided:
a) To grant to the Respondent an extension of 45 days for the submission of its Statement of Defense;
b) To request the Parties to negotiate in good faith how to adapt the calendar for the next submissions in a way that will not render necessary to postpone the final hearings already scheduled.

c) If no agreement is reached by the parties within the next 30 days, the Tribunal will adapt the calendar based on the following assumptions:

(i) The Claimants shall not suffer any reduction of the period granted for its Reply;

(ii) The final hearings will take place, as decided, from 1 to 10 April 2013.

9. The co-arbitrators have approved this order, signed only by the President.

July, 2, 2012

José Miguel Júdice
(President of the Tribunal)