"Preparation Grant for Advisory Support for the Regional Trade Initiatives Project" Multi-Donor Trust Fund, IBRD and IDA Grant Part A No. TF0A4614-KG, Grant Part B No. TF0B2766-KG, Additional Financing IDA Credit No. 7482-KG

The project financial statements for the year ended December 31, 2024

and independent auditor's report



"PREPARATION GRANT FOR ADVISORY SUPPORT FOR THE REGIONAL TRADE INITIATIVES PROJECT" MULTI-DONOR TRUST FUND, IBRD AND IDA GRANT PART A NO. TF0A4614-KG, GRANT PART B NO. TF0B2766-KG, ADDITIONAL FINANCING IDA CREDIT NO. 7482-KG

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"PREPARATION GRANT FOR ADVISORY SUPPORT FOR THE REGIONAL TRADE INITIATIVES PROJECT" MULTI DONOR TRUST FUND, IBRD AND IDA GRANT PART A NO. TF0A4614-KG, GRANT PART B NO. TF0B2766-KG, ADDITIONAL FINANCING IDA CREDIT NO. 7482-KG

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE PROJECT FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2024

The following statement, which should be read in conjunction with the independent auditor's responsibilities is made with a view to distinguish the respective responsibilities of management and those of the independent auditor in relation to the project financial statements of the "Preparation Grant for advisory Support for the Regional Trade Initiatives project" (the "Project"), financing in accordance with agreement between the Kyrgyz Republic and International Bank of Reconstruction and Development and International Development Association Grant Part A No. TF0A4614-KG, Grant Part B No. TF0B2766-KG, and financing in accordance with agreement between the Kyrgyz Republic and International Development Association Credit No. 7482-KG.

Management of the Project is responsible for the preparation of the project financial statements that present fairly, in all material respects, the summary of funds received and expenditures paid and the summary of expenditures paid by project parts of the Project for the year ended December 31, 2024 in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (the "IPSAS") issued by the International Public Accounting Standards Board of the International Federation of Accountants and the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "WB Guidelines").

In preparing the project financial statements, management is responsible for:

- selecting suitable accounting policies and applying them consistently;
- making judgments and estimates that are reasonable and prudent;
- stating whether IPSAS and WB Guidelines have been followed, subject to any material departures disclosed and explained in the project financial statements; and
- preparing the project financial statements on the assumption that the Project will be implemented in accordance with the established period.

Management of the Project is also responsible for:

- designing, implementing and maintaining effective and sound system of internal control and for revealing risks in system of internal control;
- maintaining proper accounting records that disclose, with reasonable accuracy at any time, the Project financial position, and which enable them to ensure that the financial statements of the Project comply with IPSAS and WB Guidelines;
- compliance with laws and regulations of the Kyrgyz Republic, and the requirements of the operational manual of the Project and the requirements of the World Bank;
- taking such steps as are reasonably available to them to safeguard the assets of the Project; and
- detecting and preventing fraud, error and other irregularities.

The project financial statements for the year ended December 31, 2024 were approved and authorized for issue on June 25, 2025 by the management of the Project.

On behalf of the Management:

Ilgiz Sydygaliev

Deputy General Director

for capital construction and investments of National Electric Grid of Kyrgyzstan OJSC . JVN

June 25, 2025

Bishkek, the Kyrgyz Republic

Gulzada Diusheeva

Financial Specialist of the "Central Asia South

Asia Electricity Transmission and Trade

(CASA-1000) project"

June 25, 2025

Bishkek, the Kyrgyz Republic



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INDEPENDENT AUDITOR'S REPORT

To the management of the Project "Preparation Grant for advisory Support for the Regional Trade Initiatives project" under National Electric Grid of Kyrgyzstan OJSC as Project executive agency:

Report on the project financial statements

Opinion

We have audited the accompanying project financial statements of the "Preparation Grant for advisory Support for the Regional Trade Initiatives project" (the "Project") which comprise the summary of funds received and expenditures paid and the summary of expenditures paid by components for the year ended December 31, 2024, and a summary of significant accounting policies and other explanatory information (the "project financial statements").

In our opinion, the accompanying project financial statements present fairly, in all material respects, the summary of funds received and expenditures paid and the summary of expenditures paid by components of the project for the year ended December 31, 2024 in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (the "IPSAS") issued by the International Public Sector Accounting Standards Board of the International Federation of Accountants, and the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "WB Guidelines").

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (the "ISAs"). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the project financial statements section of our report. We are independent of the Project in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the "IESBA Code") together with the ethical requirements that are relevant to our audit of the project financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

Without qualifying our opinion, we draw attention to Note 2 to the project financial statements, which describe the basis of accounting. These project financial statements were prepared for complying with the appropriate World Bank Guidelines and Financing agreements requirements. These circumstances do not lead to modification of the auditor's opinion.

Other matter

The project financial statements are prepared to assist the Project to comply with the requirements of the World Bank. As a result, the project financial statements may not be suitable for another purpose.

Responsibilities of management and those charged with governance for the project financial statements

Management is responsible for the preparation and fair presentation of these project financial statements in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (the "IPSAS") issued by the International Public Accounting Standards Board of the International Federation of Accountants, and the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "WB Guidelines"), and for such internal control as management determines is necessary to enable the preparation of the project financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit of the project financial statements

Our objectives are to obtain reasonable assurance about whether these project financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these project financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the project financial statements, whether due to
 fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence
 that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material
 misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve
 collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that
 are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness
 of the Project's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the project financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern:
- Evaluate the overall presentation, structure and content of the project financial statements, including the disclosures, and whether the project financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

bakertilly

Kubat Alymkulov

Umet Daletbaev

Certified accountant, FCCA

Individual Auditor Registration Number No. 11152 dated November 16, 2023.

Individual Auditor Registration Number No. 18167 dated December 26, 2023.

Registered in the Unified State Register of Auditors, Audit Organizations, Professional Audit Associations.

Audit Partner,

Director of Baker Tilly Bishkek LLC

Registered in the Unified State Register of Auditors, Audit Organizations, Professional Audit Associations. Audit Partner

Baker Tilly Bishkek LLC is registered in the "Register of audit organizations admitted to audit of public interest entities, large business entities" of the Unified State Register of Auditors, Audit Organizations, Professional Audit Associations.

Individual registration number 2101510 dated August 9, 2023.

June 25, 2025 Bishkek, Kyrgyz Republic June 25, 2025 Bishkek, Kyrgyz Republic

"PREPARATION GRANT FOR ADVISORY SUPPORT FOR THE REGIONAL TRADE INITIATIVES PROJECT" MULTI DONOR TRUST FUND, IBRD AND IDA GRANT PART A NO. TF0A4614-KG, GRANT PART B NO. TF0B2766-KG, ADDITIONAL FINANCING IDA CREDIT NO. 7482-KG

SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID FOR THE YEAR ENDED DECEMBER 31, 2024

(in US dollars)

	Notes	For the year ended December 31, 2024	Actual For the year ended December 31, 2023	Cumulative	For the year ended December 31, 2024	Budget For the year ended December 31, 2023	Cumulative	For the year ended December 31, 2024	Variance For the year ended December 31, 2023	Cumulative
Opening balance	4	288,463	6,881	<u>-</u>						
Funds received										
Designated Account Grant (IBRD and IDA, Grant Part A No. TF0A4614-KG) Direct payments Designated Account Grant (IBRD and IDA, Grant Part B	5 5	Ī	178,769 -	2,059,783 940,217	Ī	:	Ī	Ī	Ï	:
No. TF0A2766-KG) Direct payments	5 5	35,000 -	1,489,473 20,520	1,524,473 20,520		-		-	-	-
Designated Account Credit (IDA, Credit No. 7482-KG)	5	2,500,000		2,500,000						
Total funds received		2,535,000	1,688,762	7,044,993						
Other income			8,573	8,788						
Total receipts		2,535,000	1,697,335	7,053,781						
Expenses IBRD and IDA, Grant Part A N Consultant engineering	lo. TF0A4	614-KG								
services Incremental operating costs Audit services Local consulting services	6 6 6	- - -	168,715 16,654 - -	1,523,052 402,964 336,000 737,910	- - -	168,720 16,712 - -	1,523,057 404,079 336,000 737,910	- - -	5 58 - -	5 1,115 - -

"PREPARATION GRANT FOR ADVISORY SUPPORT FOR THE REGIONAL TRADE INITIATIVES PROJECT" MULTI DONOR TRUST FUND, IBRD AND IDA GRANT PART A NO. TF0A4614-KG, GRANT PART B NO. TF0B2766-KG, ADDITIONAL FINANCING IDA CREDIT NO. 7482-KG SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID FOR THE YEAR ENDED DECEMBER 31, 2024 (CONTINUED)

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	Notes	For the year ended December 31, 2024	Actual For the year ended December 31, 2023	Cumulative	For the year ended December 31, 2024	Budget For the year ended December 31, 2023	Cumulative	For the year ended December 31, 2024	Variance For the year ended December 31, 2023	Cumulative
IBRD and IDA, Grant Part B No. 7	F0A2766-	KG								
Consultant engineering services	6		1,035,025	1,035,025		1.035.027	1,035,027		2	2
Incremental operating costs	6	156,691	122,209	278,900	156,718	122,252	278,970	27	43	70
Audit services	6	156,408	20,520	176,928	156,408	20,520	176,928		45	70
Local consulting services	6		43,850	43,850	.00,100	43,850	43,850			
IDA, Credit No. 7482-KG				,		10,000	40,000			
Consultant engineering services	6	1,400,503		1,400,503	1,400,503		1,400,503			
Local consulting services	6	41,793		41,793	41,793		41,793			
Incremental operating costs	6	98	-	98	98		98			
Total expenses		1,755,493	1,406,973	5,977,023	1,755,520	1,407,081	4,535,821	108	45	1,165
Other expenses			8,780	8,788	_	_				
Closing balance	4	1,067,970	288,463	1,067,970				-		

On behalf of the Management:

Ilgiz Sydygaliev Deputy General Director

for capital construction and investments of National Electric Grid of Kyrgyzstan OJSC

June 25, 2025

Bishkek, the Kyrgyz Republic

Gulzada Diusheeva

Financial Specialist of the "Central Asia South Asia

Electricity Transmission and Trade (CASA-1000) project"

June 25, 2025

Bishkek, the Kyrgyz Republic

The notes on pages 9-16 form an integral part of the project financial statements. The independent auditor's report is on pages 3-5.

"PREPARATION GRANT FOR ADVISORY SUPPORT FOR THE REGIONAL TRADE INITIATIVES PROJECT" MULTI DONOR TRUST FUND, IBRD AND IDA GRANT PART A NO. TF0A4614-KG, GRANT PART B NO. TF0B2766-KG, ADDITIONAL FINANCING IDA CREDIT NO. 7482-KG

SUMMARY OF EXPENDITURES PAID BY PROJECT PARTS FOR THE PERIOD FOR THE YEAR ENDED DECEMBER 31, 2024 (in US dollars)

	For the year ended December 31, 2024	Actual For the year ended December 31, 2023	Cumulative	For the year ended December 31, 2024	Budget For the year ended December 31, 2023	Cumulative	For the year ended December 31, 2024	Variance For the year ended December 31, 2023	Cumulative
Part B. Technical Assistance and Project Implementation Support									
High Voltage AC Transmission Engineers Environment and Social Management	1,400,503	1,203,738	3,878,063	1,400,503	1,203,746	3,878,071		8	8
Support Audits and Financial and Revenue	4,016	12,050	716,656	4,016	12,050	716,656	-		
Management	156,408	20,520	512,929	156,408	20,520	512,928		10000	(1)
Project Management Support	156,789	138,864	679,485	156,816	138,964	680,670	27	100	1,185
Coordination			2,477			2,477	_		
Project Communication	37,777	31,801	185,090	37,777	31,801	185,090	_	_	
Capacity building		<u> </u>	2,323			2,323			
Total expenditures	1,755,493	1,406,973	5,977,023	1,755,520	1,407,081	5,978,215	27	108	1,192

On behalf of the Management:

Ilgiz Sydygaliey

Deputy General Director

for capital construction and investments of For capital construction and investment of National Electric Grid of Kyrgyzstan OJSC 2512200110100

June 25, 2025

Bishkek, the Kyrgyz Republic

Gulzada Diusheeva

Financial Specialist of the "Central Asia South Asia

Electricity Transmission and Trade

(CASA-1000) project"

June 25, 2025

Bishkek, the Kyrgyz Republic

The notes on pages 9-16 form an integral part of the project financial statements. The independent auditor's report is on pages 3-5.

"PREPARATION GRANT FOR ADVISORY SUPPORT FOR THE REGIONAL TRADE INITIATIVES PROJECT" MULTI DONOR TRUST FUND, IBRD AND IDA GRANT PART A NO. TF0A4614-KG, GRANT PART B NO. TF0B2766-KG, ADDITIONAL FINANCING IDA CREDIT NO. 7482-KG

NOTES TO THE PROJECT FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2024 (in US dollars)

1. GENERAL INFORMATION

The Grant Agreement was concluded on August 2, 2017 between the National Electric Grid of Kyrgyzstan OJSC and the International Development Association (the "IDA") and the International Bank for Reconstruction and Development (the "IBRD") (together the "World Bank") acting as Administrator of the CASA-1000 Multi-Donor Trust Fund, according to which the World Bank provided Grant No. TF0A4614-KG to the National Electric Grid of Kyrgyzstan OJSC in the amount of 1.000.000 US dollars.

The financing was provided for the implementation of "Preparation Grant for advisory Support for the Regional Trade Initiatives project" (the "Project").

According to the letter from World Bank dated July 24, 2019 the total amount of the project's financing was increased to 3,000,000 US dollars.

According to the letter from the World Bank dated June 22, 2020 the Project received a notification from IDA and IBRD on extending the Closing date of the Grant until March 31, 2022 and allocation of additional remaining funds from Multi-Donor Trust Fund in the amount of 1,566,820 US dollars as Part B of the Grant No. TF0B2766-KG. The total amount of financing amounted to 4,566,820 US dollars.

According to the letter from World Bank dated June 12, 2022 the Company received a notification from IDA and IBRD on the extending the Closing date of the Grant until June 30, 2024.

On March 6, 2024 the Financing Agreement was signed between the Kyrgyz Republic and the International Development Association (hereinafter – "IDA") for the provision of Credit No. 7482-KG in the amount of USD 18,300,000 until March 31, 2025. According to the Project Paper No. PAD5511, an amount of 3,000,000 US dollars was allocated to Part B "Technical Assistance and Project Implementation Support," and an amount of 15,300,000 US dollars was allocated to Part A "Construction of High Voltage Transmission Infrastructure".

Project purpose

The objective of the Project is to create the conditions for sustainable electricity trade between the Central Asian countries of Tajikistan and Kyrgyzstan and the South Asian countries of Afghanistan and Pakistan.

The Project consists of the following parts, of which that portion of Part B within the territory of the Recipient may be financed pursuant to this Agreement:

Part A "Construction of High Voltage Transmission Infrastructure"

- 1. **High Voltage DC Transmission Line.** Construction of about 750 km of 500 kV high voltage DC overhead transmission line to interconnect the electricity network of Tajikistan, from the Sangtuda converter station, to the Pakistan network, at the Peshawar converter station, and the Afghanistan
- **2. High Voltage DC Converter Stations.** Engineering design, construction, and commissioning of three high voltage DC converter stations:
 - I. Sangtuda converter station (1,300 MW) in Tajikistan;
 - II. Kabul converter station (300 MW) in Afghanistan; and
 - III. Peshawar converter station (1,300 MW) in Pakistan, including specialized AC and DC equipment.
- 3. High Voltage AC Transmission Interconnection between Kyrgyzstan and Tajikistan.

 Construction of about 475 km of 500 kV high voltage AC overhead transmission line to interconnect the electricity network of Kyrgyzstan, from Datka substation, to the Tajikistan network at the Khujand substation, along with associated substation equipment.

4. Tajikistan Grid Reinforcement. Reinforcements, including construction of 500 kV line from Regar substation to Sangtuda converter station and other parts of the network necessary to ensure transfer of Tajikistan and Kyrgyz export power to Sangtuda.

Part B "Technical Assistance and Project Implementation Support"

- 1. High Voltage DC and High Voltage AC Owner's Engineers. Provision of consultancy services of two owner's engineers for the high voltage DC and high voltage AC portions of the Project, including for third-party monitoring and supervision during construction.
- 2. Environment and Social Management Support. Strengthening of the Project Implementing Entities" capacity to develop and supervise environmental and social safeguards documents, including country-specific Environmental and Social Impact Assessments and Resettlement Action Plans.
- 3. Audits and Financial and Revenue Management. Carrying out of annual audits of the Project accounts in the four Participating Countries and of entity audits of the Project Implementing Entities where such audits are not financed from other sources, and supporting transparent financial management of revenues generated by the Project, including the implementation of a financial management improvement program.
- 4. Project Management Support. Provision of:
 - I. Project management support to Project Implementing Entities, including procurement and contract management, financial management, monitoring and evaluation of Project performance and results as well as Incremental Operating Costs;
 - II. training and capacity building focusing on High Voltage DC operations and maintenance, power dispatch; and
 - III. commercial and legal advisory services on the commercial transactions.
- **5. Coordination.** Strengthening of the Inter-Governmental Council through financing of technical, commercial and legal services and Incremental Operating Costs.
- **6. Project Communications.** Carrying out of communications campaign and information-sharing activities directed at relevant stakeholders, particularly communities, within the Project area.
- **7. Capacity building.** Building capacity of personnel of the Project Implementing Entities and relevant government officials in order to develop a regional electricity market.

Part C "Community Support Program"

Carrying out the Community Support Program for the benefit of the communities living in the area of the Project.

Project implementation

Project management is carried out based on the General Agreement of the Intergovernmental Council, the Agreement on the purchase of electricity, Credit agreements with donor organizations, Debt obligations with the Ministry of Finance of the Kyrgyz Republic, the Secretariat of the Project, and in accordance with Decrees and Orders of the Government of the Kyrgyz Republic. Implementation of the Project is carried out by the National Electric Grid of Kyrgyzstan OJSC.

2. PRESENTATION OF THE PROJECT FINANCIAL STATEMENTS

Basis of preparation

These project financial statements have been prepared in accordance with the International Public Sector Accounting Standard (the "IPSAS") "Financial Reporting under the Cash Basis of Accounting" issued by the Public Sector Committee of the International Federation of Accountants, and incorporate the following principal accounting policies, which have been consistently followed in all material respects and comply with the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "WB Guidelines").

Under the cash basis system income (or expenditure) is recognized when cash is received (or paid) irrespective of when goods or services are received or provided.

These project financial statements consist of:

- Summary of funds received and expenditures paid;
- · Summary of expenditures paid by project components;
- Notes to the project financial statements, including short description of main statements of accounting policy and other descriptive notes.

The reporting currency of these project financial statements is US dollars (the - "USD").

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash basis of accounting

Project financial statements are prepared on a cash basis of accounting. The cash basis of accounting recognizes transactions and events only when cash (including cash equivalents) is received or paid. Project financial statements prepared under the cash basis provide readers with information about the sources of cash raised during the period, the purposes for which cash was used and the cash balances at the reporting date. The measurement focus in the project financial statements is balances of cash and changes therein.

Foreign currency

Operations in foreign currency initially are counted in functional currency using the currency exchange rate settled by commercial bank on a date of operation.

All payments made in local currency are translated into US dollars at the official exchange rate defined by serving commercial bank at the date of transaction.

All exchange differences arising from the redemption or revaluation of monetary items are included in the summary of funds received and expenditures paid.

Cash and cash equivalents

Cash and cash equivalents include cash due from banks, which can be converted to the corresponding amount of cash in the short term.

Taxes

The calculation and payment of income tax on income of local employees and consultants, as well as insurance contributions to the Social fund of the Kyrgyz Republic, is made in accordance with the requirements and rates set forth in the Tax Code of the Kyrgyz Republic and relevant legislation of the Kyrgyz Republic.

Project expenses

The expenses are recorded in the period when they were actually paid.

Sources of funds

The funds were provided by the IDA and IBRD to the Project by initial deposit, direct payments and replenishment of designated accounts.

Other income

Other income represents interest income accrued by the servicing commercial bank on cash balances of the designated accounts.

Other expenses

Other expenses comprise payments for bank services and transfer of accrued interest income to the National Electric Grid of Kyrgyzstan OJSC.

Budget

The project budget is formed on the basis of Procurement Plan approved by the World Bank. Grant financing and uses of funds is carried out according to the Grant Agreement with the International Development Association (the "IDA") and the International Bank for Reconstruction and Development (the "IBRD"). The procurement plan is monitored in real time through the World Bank's secure website "Client Connection" and the electronic procurement planning and monitoring system "STEP".

The project budget presented in the summary of funds received and expenditures paid and in the summary of expenditures paid by project parts was based on the budget included in the interim financial reports, which was submitted to the World Bank.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2024 and 2023 are presented as follows:

	Source of financing	Currency	December 31, 2024	December 31, 2023
Designated account	IDA Credit No. 7482-KG	US dollar	1,057,604	-
Designated account	Grant Part A No. TF0A4614-KG	US dollar	10,279	288,397
Designated account	Grant Part A No. TF0A4614-KG	US dollar	66	66
Transit Account	Grant Part A No. TF0A4614-KG	Kyrgyz som	19	-
Transit Account	IDA Credit No. 7482-KG	Kyrgyz som	2	
			1,067,970	288,463

5. FUNDS RECEIVED

The funds received were provided by the following methods and sources of financing:

		For the ye	ear ended Decembe	r 31, 2024
		IDA Credit No. 7482-KG	Grant Part B No. TF0B2766-KG	Total
Replenishment of designated account Advances Direct payment		2,500,000 	35,000 - 	35,000 2,500,000
		2,500,000	35,000	2,535,000
		For the ye	ear ended Decembe	r 31, 2023
		Grant Part A No. TF0A4614-KG	Grant Part B No. TF0B2766-KG	Total
Replenishment of designated account		178,769	1,089,473	1,268,242
Advances		-	400,000	400,000
Direct payments			20,520	20,520
		178,769	1,509,993	1,688,762
		Cumi	ılative	
	IDA Credit No. 7482-KG	Grant Part A No. TF0A4614-KG	Grant Part B No. TF0B2766-KG	Total
Replenishment of designated account				
and advances	2,500,000	2,059,783	1,524,473	6,084,256
Direct payments	-	940,217	20,520	960,737
	2,500,000	3,000,000	1,544,993	7,044,993

6. PROJECT EXPENSES

Breakdown of Project expenses by categories and sources of financing is presented as follows:

For the year ended December 31, 2024		•		Cumulative			
IDA Credit No. 7482-KG	Grant Part A No. TF0A4614 -KG	Grant Part B No. TF0B2766 -KG	Grant Part A No. TF0A4614 -KG	Grant Part B No. TF0B2766 -KG	IDA Credit No. 7482-KG	Grant Part A No. TF0A4614 -KG	Grant Part B No. TF0B2766 -KG
1,400,503	-	-	168,715	1,035,025		1,523,052	1,035,025
41,793	-	-	-	43,850	41,793	737,910	43,850
		156,408		20,520		336,000	176,928
1,442,296		156,408	168,715	1,099,395	1,442,296	2,596,962	1,255,803
-	-	135,809	9,416	97,697	_	225,666	233,506
-	-	17,832	7,183	23,052	_	136,089	40,884
98	-	224	55	500	98	1,196	724
-	-	_	_	_	_	1,250	-
-	-	-	-	-	-	20,981	-
		2,826		960		17,782	3,786
98		156,691	16,654	122,209	98	402,964	278,900
·			·		·		
1,442,394	-	313,099	185,369	1,221,604	1,442,394	2,999,926	1,534,703
	IDA Credit No. 7482-KG 1,400,503 41,793	IDA Credit No. 7482-KG	IDA Grant Part B No. TF0B2766 -KG	IDA Grant Part B No. TF0A4614 FW FW FW FW FW FW FW F	IDA	IDA Grant Part A No. Part B No. TF0B4614 -KG -	IDA Grant Part A No. Part B No. TF0A4614 TF0B2766 -KG -KG T56,408 -KG -KG

7. FINANCIAL POSITION

Financial position as at December 31, 2024 and 2023 is as follows:

	December 31, 2024	December 31, 2023
ASSETS AND EXPENSES		
Cash and cash equivalents	1,067,970	288,463
Cumulative expenses	5,977,023	4,221,530
Other expenses	8,788	8,788
TOTAL ASSETS AND EXPENSES	7,053,781	4,518,781
FINANCING		
Funds received	7,044,993	4,509,993
Other income	8,788	8,788
TOTAL FINANCING	7,053,781	4,518,781

8. WITHDRAWAL APPLICATIONS

Withdrawal applications for the year ended December 31, 2024 comprise:

IDA Credit No. 7482-KG

Application	Date	Replenishment of designated account	Direct payment	Advance	Total
2	December 2, 2024	<u>-</u>		2,500,000	2,500,000
	:			2,500,000	2,500,000
Grant Part B No.	TF0B2766-KG				
Application	Date	Replenishment of designated account	Direct payment	Advance	Total
Application 10	Date December 6, 2024	of designated account	Direct payment	Advance -	Total 35,000
		of designated account	Direct payment	Advance -	

Withdrawal applications No. 9 dated November 28, 2024 for Grant Part B No. TF0B2766-KG, in the amount of 35,000 US dollars was deleted.

9. STATEMENT OF DESIGNATED ACCOUNTS

Statement of designated account for the years ended December 31, 2024 and 2023 comprises:

Source of Financing Bank account number Bank Bank location Account currency	Optima B 104/1 Kiev St., Republic	Grant Part B No. TF0B2766-KG 00040808 ank OJSC Bishkek, Kyrgyz c, 720040	IDA Credit No. 7482-KG 1299004220015937 Eldik Bank OJSC 80/1 Moskovskaya str., Bishkek, Kyrgyz Republic, 720025 US dollar	Итого
Opening balance as at January 1, 2023	6,618		_	6,618
Replenishment Advance	178,769 	1,089,473 400,000		1,268,242 400,000
Total funds received	178,769	1,489,473		1,668,242
Expenses paid	185,321	1,201,076		1,386,397
Closing balance as at December 31, 2023	66	288,397		288,463
Replenishment Advance		35,000	2,499,989	35,000 2,499,989
Total funds received		35,000	2,499,989	2,534,989
Expenses paid		313,118	1,442,385	1,755,503
Closing balance as at December 31, 2024	66	10,279	1,057,604	1,067,949

10. UNDRAWN FUNDS

Undrawn funds as at December 31, 202e are presented as follows:

	Grant Part A No. TF0A4614-KG	Grant Part B No. TF0B2766-KG	IDA Credit No. 7482-KG
	in USD	in USD	in USD
Approved financing amount	3,000,000	1,566,820	3,000,0000
Disbursed for the period from January 5, 2018 to December 31, 2024	3,000,000	1,544,993	2,500,000
Undrawn amount as at December 31, 2024	_	21,827	500,000

	Grant Part A No. TF0A4614-KG	Grant Part B No. TF0B2766-KG	IDA Credit No. 7482-KG
	in USD	in USD	in USD
Funds received as at January 1, 2024	3,000,000	1,509,993	
Disbursed during the year ended December 31, 2024		35,000	2,500,000
Funds received as at December 31, 2024	3,000,000	1,544,993	2,500,000

11. COMMITMENTS

In the normal course of activities, the Project concludes agreements with suppliers of goods and services in accordance with the established budget and procurement plan.

Commitments as at December 31, 2024 are presented as follows:

Counterparty	Part	Contract No.	Cost per Contract (in CCY)	Contract currency	Paid up to December 31, 2024 (in CCY)	Remaining amount to be paid (in CCY)
Chui Faalasiaal	Part B. Technical	TF-CQS-			·	
Chui Ecological	Assistance and Project	2020-2/1 23-				
Laboratory LLC	Implementation Support	15/0215	26,777	US dollar	16,066	10,711
Monenco Iran	Part B. Technical					
Consulting	Assistance and Project					
Engineers Co.	Implementation Support	23-23/0092	4,886,480	US dollar	3,958,578	927,902

12. LEGAL CASES

There were no any legal claims related to the Project.

13. EVENTS AFTER THE REPORTING DATE

As at the date of issue of the project financial statements no significant events or transactions occurred which should be disclosed in the project financial statements, expect for the events described above.



Baker Tilly Bishkek Audit LLC trading as Baker Tilly is a member of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities.

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