

**“Climate Adaptation and Mitigation  
Program for Aral Sea Basin”  
Credit No. 5742-TJ**

**The project special purpose financial statements  
for the year ended December 31, 2021**

**and independent auditors’ report**

**“CLIMATE ADAPTATION AND MITIGATION PROGRAM FOR ARAL SEA BASIN”  
CREDIT NO. 5742-TJ**

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**STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2021**

The following statement, which should be read in conjunction with the independent auditors' responsibilities is made with a view to distinguish the respective responsibilities of management and those of the independent auditors in relation to the project special purpose financial statements of the Project "Climate Adaptation and Mitigation Program for Aral Sea Basin", Credit No. 5742-TJ (the "Project").

Management is responsible for the preparation of the project special purpose financial statements that 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, 2021 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 special purpose 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 special purpose financial statements; and
- preparing the project special purpose financial statements on a going concern basis, unless it is inappropriate to presume that the Project will continue its activity for the foreseeable future.


Management 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 financial position of the Project, and which enable them to ensure that the project financial statements of the Project comply with IPSAS and WB Guidelines;
- compliance with laws and regulations of the Republic of Tajikistan, accounting system 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 and other irregularities.


The project special purpose financial statements for the year ended December 31, 2021 were approved and authorized for issue on May 31, 2022 by the management of the Project.

**On behalf of the Management:**

  
\_\_\_\_\_  
**Majidi Y. H.**  
**Acting Director**  
**of MOF PMU**  
  
May 31, 2022  
Dushanbe, Republic of Tajikistan

  
\_\_\_\_\_  
**Gafforov B.**  
**Chief Accountant**  
**of MOF PMU**

  
\_\_\_\_\_  
**Sheralizoda B.A.**  
**Chairman of CEP/**  
**Director of CEP FIS**  


  
\_\_\_\_\_  
**Iddiev N.R.**  
**Head of planning,**  
**accounting and**  
**financing department**  
**of CEP**

## INDEPENDENT AUDITORS' REPORT

**To the Management of Project "Climate Adaptation and Mitigation Program for Aral Sea Basin" under the Ministry of Finance of the Republic of Tajikistan and the Committee for Environmental Protection under the Government of Republic of Tajikistan and the State Committee on Investments and Government Property Management of the Republic of Tajikistan**

### Opinion

We have audited the Special Purpose Financial Statements prepared by the management of Project "Climate Adaptation and Mitigation Program for Aral Sea Basin" under the Ministry of Finance of the Republic of Tajikistan and the Committee for Environmental Protection under the Government of Republic of Tajikistan and the State Committee on Investments and Government Property Management of the Republic of Tajikistan (hereinafter – PIG and PIU) of the "Climate Adaptation and Mitigation Program for Aral Sea Basin" (hereinafter – the Project) financed against the financial proceeds of the International Development Association (hereinafter – IDA) for the year ended 31 December 2021.

The Special Purpose Financial Statements is comprise: Summary of Funds Received and Expenditures Paid, Summary of expenditures paid by Components, Notes to the special purpose financial statements includes.

In our opinion,

- a) The Special Purpose Financial Statements of the Project PIG and PIU "Climate Adaptation and Mitigation Program for Aral Sea Basin" fairly present in all material respects the financial position of the Project as at 31 December 2021 and the results of its operations for the year ended 31 December 2021, in conformity with the International Public Sector Accounting Standards (hereinafter – IPSAS);
- b) The PIG and PIU has utilized all proceeds of the Grant withdrawn from IDA only for purposes of the Project in accordance with the Financing Agreement; and no proceeds of the Agreement have been utilized for other purposes;
- c) The PIG and PIU was in compliance for the year ended 31 December 2021 with all financial covenants of the Financing Agreement;
- d) Designated Account Statements on Project for the year ended 31 December 2021 give a true and fair view of the financial position of the Designated Account of the Project as at 31 December 2021 and of the cash flows for the year ended 31 December 2021 and complies with the World Bank's guidelines;

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Project PIG and PIU in accordance with the ethical requirements that are relevant to our audit of the statements in with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with 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 – Basis of Accounting**

Without modifying our opinion, we draw attention to Note 3 to the Special Purpose Financial Statements, which describes the basis of accounting. The Special Purpose Financial Statements are prepared to assist the Project to comply with the financial reporting provisions on the requirements conditions of the Financing Agreement and IPSAS. As a result, the Special Purpose Financial Statements may not be suitable for another purpose.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the Special Purpose Financial Statements based on the cash flow basis in accordance with IPSAS and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Project PIG and PIU ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Project or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Project PIG financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the 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 International Standards on Auditing (ISAs) will always detect a material misstatement when it exists.

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 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 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 PIU 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 PIG and PIU 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 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 PIG and PIU to cease to continue as a going concern.

✓ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Auditor:**

**KRESTON TASHKENT LLC**

Uzbekistan, Tashkent region, 100047,  
Istikbol Street, 15



**Tashkent, May 31, 2022**

**“CLIMATE ADAPTATION AND MITIGATION PROGRAM FOR ARAL SEA BASIN” CREDIT No. 5742-TJ**

**SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID  
FOR THE YEAR ENDED DECEMBER 31, 2021**

*(in US dollars)*

	Notes	For the year ended December 31, 2021		For the year ended December 31, 2020		Cumulative
		MOF PMU	CEP FIG	MOF PMU	CEP FIG	
Opening balance	4	108,314	18,182	738,489	27,668	-
Funds received						
Credit No. 5742-TJ	5	-	41,271	734,548	59,569	8,946,579
<b>Total funds received</b>		<b>-</b>	<b>41,271</b>	<b>734,548</b>	<b>59,569</b>	<b>8,946,579</b>
Project expenses						
Sub-loans under Component 2.1 of the Project	6	-	-	1,284,235	-	7,492,909
Goods, works, operating costs, training, non-consulting services and consultants' services for Component 2.1, 2.2, 3.2	6	105,140	59,396	80,487	68,958	1,448,953
<b>Total project expenses</b>		<b>105,140</b>	<b>59,396</b>	<b>1,364,722</b>	<b>68,958</b>	<b>8,941,862</b>
Foreign exchange rate loss / (gain)		-	53	2	97	1,539
<b>Closing balance</b>	4	<b>3,174</b>	<b>4</b>	<b>108,314</b>	<b>18,182</b>	<b>3,178</b>

On behalf of the Management:

Majidi Y. H.

Gafforov B.

Sheralizoda B.A.

Iddiev N.R.

Acting Director of MOF PMU

Chief Accountant of MOF PMU

Chairman of CEP, Director of CEP FIG

Head of planning, accounting and financing department of CEP

May 31, 2022

Dushanbe, Republic of Tajikistan

The notes on pages 9-19 form an integral part of the project financial statements. The independent auditors' reports are on pages 4-6



**“CLIMATE ADAPTATION AND MITIGATION PROGRAM FOR ARAL SEA BASIN”  
CREDIT No. 5742-TJ**

**SUMMARY OF EXPENDITURES PAID BY COMPONENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021  
(in US dollars)**

	MOF PMU	For the year ended December 31, 2021 CEP PIG	Total	MOF PMU	For the year ended December 31, 2020 CEP PIG	Total	Cumulative
<b>Component 1: Regional climate knowledge services</b>	-	-	-	-	-	-	-
<b>Component 2: Regional climate investment facility</b>	<b>65,000</b>	-	<b>65,000</b>	<b>1,284,235</b>	-	<b>1,284,235</b>	<b>8,180,825</b>
<i>Subcomponent 2.1: Investment financing</i>	65,000	-	65,000	1,284,235	-	1,284,235	7,557,909
<i>Subcomponent 2.2: Capacity building and community support</i>	-	-	-	-	-	-	-
<b>Component 3: Regional and national coordination</b>	<b>40,140</b>	<b>59,396</b>	<b>99,536</b>	<b>80,487</b>	<b>68,958</b>	<b>149,445</b>	<b>622,916</b>
<i>Subcomponent 3.1: Regional coordination</i>	-	-	-	-	-	-	<b>761,036</b>
<i>Subcomponent 3.2: National coordination</i>	40,140	59,396	99,536	80,487	68,958	149,445	761,036
	<b>105,140</b>	<b>59,396</b>	<b>164,536</b>	<b>1,364,722</b>	<b>68,958</b>	<b>1,433,680</b>	<b>8,941,862</b>

On behalf of the Management:

  
Majidi Y. H.

Acting Director  
of MOF PMU



  
Gafforov B.

Chief Accountant  
of MOF PMU

  
Sheralizoda B.A.

Chairman of CEP  
Director of  
CEP PIG



  
Iddiev N.R.

Head of planning, accounting and financing  
department of CEP

May 31, 2022  
Dushanbe, Republic of Tajikistan

The notes on pages 9-19 form an integral part of the project financial statements. The independent auditors' report is on pages 4-6



**“CLIMATE ADAPTATION AND MITIGATION PROGRAM FOR ARAL SEA BASIN”  
CREDIT NO. 5742-TJ**

**NOTES TO THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

*(in US dollars)*

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**1. GENERAL INFORMATION**

According to the Financial Agreement between the Republic of Tajikistan and International Development Association (the “IDA”, “World Bank”) signed on January 22, 2016, the IDA provided a Credit No. 5742-TJ in the amount of 6,400,000 Special Drawing Rights (the “SDR”) to the Republic of Tajikistan.

The credit was provided for the Project “Climate Adaptation and Mitigation Program for Aral Sea Basin” (the “Project”).

**Project purpose**

The objective of the Project is to enhance regionally coordinated access to improved climate change knowledge services for key stakeholders (e.g., policy makers, communities, and civil society) in participating Central Asian countries as well as to increased investments and capacity building that, combined, will address climate challenges common to these countries.

The Project comprises the following components:

Component 1: Regional Climate Knowledge Services;  
Component 2: Regional Climate Investment Facility;  
Component 3: Regional and National Coordination.

***Component 1: Regional climate knowledge services***

Develop a unified, regional analytical platform for climate resilient and low emissions development in Central Asia through:

- a) Establishment of the regional information platform for Central Asia through provision of technical assistance, goods (including software and equipment), consulting services and training and carrying out of minor civil works;
- b) Upgrading of climate-related monitoring systems for Participating Countries;
- c) Development of methodologies, approaches and tools to support climate-related decision making;
- d) Development of knowledge products, such as specialized analytical work, made available via, *inter alia*, web portals, mobile apps, publications;
- e) Capacity building through regional training, e-learning events, internships and study tours;
- f) Development of a mechanism to assess the results and lessons of climate investments implemented under Subcomponent 2.1 below, including through establishment of a pool of experts to evaluate the Sub-projects accomplished under Subcomponent 2.1;
- g) Design and implementation of a communications and public engagement strategy, including through climate knowledge fora and networks, to support knowledge dissemination, public outreach and coalition building.

## **Component 2: Regional climate investment facility**

### *Subcomponent 2.1: Investment financing*

Increase productivity and address climate change by promoting the adoption of climate-resilient and mitigation measures in rural production, land management and other areas through establishing and operating credit line facilities for the provision of financing, through Subsidiary Loans, to PFIs, through Sub-loans to Sub-borrowers to carry out the Sub-Projects, for scaling up suitable practices and technologies to improve climate resilience, risk reduction and mitigation and economic and social benefits.

### *Subcomponent 2.2: Capacity building and community support*

- a) Support awareness raising, participatory planning and implementation support of climate investment plans at the community level through community level participatory appraisals and community action plans, identification and design of appropriate investment plans and building of the technical and organizational capacities of communities to implement their investments;
- b) Support Facilitating Organizations to provide technical advisory services to potential beneficiaries under Subcomponent 2.1;
- c) Provide capacity building of the PFIs through technical assistance in the area of assessment of climate investment proposals.

## **Component 3: Regional and national coordination**

### *Subcomponent 3.1: Regional coordination*

Provide project management support to the Regional Coordination Unit for implementation of Component 1, including procurement, disbursements, financial management, monitoring and evaluation of Project Performance, as well as Incremental Operating Costs.

### *Subcomponent 3.2: National coordination*

Provide project management support to the National Coordination Units for implementation of Component 2, including procurement, disbursements, financial managements, monitoring and evaluation of Project performance, safeguards oversight as well as Incremental Operating Costs.

### *Project management*

The Project is implemented by the Ministry of Finance Project Management Unit (the "MOF PMU") and the Committee for Environmental Protection Project Implementation Group (the "CEP PIG") within the scope of the Ministry of Finance of the Republic of Tajikistan and the Committee for Environmental Protection under the Government of Republic of Tajikistan, respectively. MOF PMU carries out Subcomponents 2.1 and 2.2 and Subcomponent 3.2. CEP PIG carries out Subcomponent 3.2.

Duration of the Project is from January 22, 2016 to June 30, 2021. The project was extended until May 31, 2024

## **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.

The Project's approved budget disclosed by categories of expenses is not publicly available and as such comparison of budget and actual amounts is not presented.

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**

The 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 by the Project. The project financial statements prepared under the cash basis provide information on the sources of funds, the purpose of uses of funds, and 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 by the official currency exchange rate settled by the National Bank of Tajikistan (the "NBT") on a date of operation.

Funds received are translated into US dollars at official exchange rate of Special Drawing Rights (the "SDR") at the date of funds receipt. All payments made in local currency are translated into US dollars at the official exchange rate defined by the NBT, at the date of transaction

Monetary assets and liabilities expressed in foreign currency are converted to functional currency at official exchange rate on a date settled by the NBT.

All foreign exchange differences resulted from maturity or recounting are included in the summary of funds received and expenditures paid.

Non-monetary items are valued according to their historic cost in foreign currency, which are recalculated on rates of the initial operation date.

#### **Cash and cash equivalents**

Cash and cash equivalents include cash on hand and due from banks, which can be converted to the corresponding amount of cash in the short term. Balances of advances paid to employees at the end of the period are also part of closing cash position.

#### **Taxes**

Calculation and payment of personal income tax and social security contributions from income of local staff and consultants is made in accordance with the requirements and rates of the Tax Code of the Republic of Tajikistan and relevant legislation of the Republic of Tajikistan.



## Project expenses

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

## Sources of funds

The funds were provided by the World Bank to the Project by advance and reimbursement.

## 4. ADJUSTMENTS ON CUMULATIVE DATA

Due to the fact that the financial statements for the period from January 01, 2020 to December 31, 2020 do not reflect data on the return of funds from the World Bank, the following adjustments were made to the financial statements:

	For the year ended December 31, 2020 before adjustments	Adjustments	For the year ended December 31, 2020 after adjustments
<b>Indicators</b>			
Opening balance	766,158	-	766,158
Funds received			
Credit No. 5742-TJ	894,218	(100,100)	794,118
Total funds received	894,218	(100,100)	794,118
Project expenses			
Sub-loans under Component 2.1 of the Project Category 2. Goods, works, Oper. Costs, Train., noncons. serv., & cons. servi. for Com. 2.1,2.2,3.2	1,284,235	-	1,284,235
	249,545	(100,100)	149,445
Total project expenses	1,533,780	(100,100)	1,433,680
Foreign exchange rates differences	99	-	99
Closing balance	126,496	-	126,496

### Statement of Uses of Funds by Project Categories

	For the year ended December 31, 2020 before adjustments	Adjustments	For the year ended December 31, 2020 after adjustments
<b>Component 1: Regional climate knowledge services</b>	-	-	-
<b>Component 2: Regional climate investment facility</b>	1,284,235		1,284,235
Subcomponent 2.1: Investment financing	1,284,235		1,284,235
Subcomponent 2.2: Capacity building and community support	-		-
<b>Component 3: Regional and national coordination</b>	180,587		180,587
Subcomponent 3.1: Regional coordination	-		-
Subcomponent 3.2: National coordination	180,587	(100,100)	80,487
	<b>1,464,822</b>	-	<b>1,464,822</b>

## 5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2021 comprise:

	Currency	MOF PMU	December 31, 2021 CEP PIG	Total
Designated account	USD	3,120	3	3,122
Transit account	TJS	54	1	55
Cash on hand	USD	-	-	-
Cash on hand	TJS	-	-	-
		<u>3,174</u>	<u>4</u>	<u>3,178</u>

Cash and cash equivalents as at December 31, 2020 comprise:

	Currency	MOF PMU	December 31, 2020 CEP PIG	Total
Designated account	USD	108,287	18,182	126,468
Transit account	TJS	27	-	28
Advances to employees	TJS	-	-	-
		<u>108,314</u>	<u>18,182</u>	<u>126,496</u>

**6. FUNDS RECEIVED**

The funds received are presented by the following financing methods:

	For the year ended December 31, 2021	For the year ended December 31, 2020	Cumulative
	MOF PMU	CEP PIG	Total
Advance payment	-	-	-
Advances	41,271	59,569	794,118
	<u>41,271</u>	<u>59,569</u>	<u>794,118</u>
	<u>41,271</u>	<u>59,569</u>	<u>8,946,579</u>

**7. PROJECT EXPENSES**

Project expenses by components are presented in the summary of expenditures paid by components. The Project expenses on major categories are presented in the summary of funds received and expenditures paid. Breakdown of the Project expenses by categories and nature is presented as follows::

**Sub-loans under Component 2.1 of the Project**

List of financial institutions, which received funds within credit lines (Category 1) is presented below:

	For the year ended December 31, 2021	For the year ended December 31, 2020	Cumulative
	MOF PMU	CEP PIG	Total
CJSC MDO "Imon International"	-	-	741,080
LLC MDO "Arvand"	-	-	543,155
CJSC MDO "Humo"	-	-	-
	<u>-</u>	<u>-</u>	<u>1,284,235</u>
	<u>-</u>	<u>-</u>	<u>7,492,909</u>



**Goods, works, operating costs, training, non-consulting services and consultants' services for Component 2.1, 2.2, 3.2**

**Goods**

	MOF PMU	For the year ended December 31, 2021 CEP PIG	Total	MOF PMU	For the year ended December 31, 2020 CEP PIG	Total	Cumulative
Printing of handouts	-	-	-	-	-	-	66,990
Placement of information on billboards	-	-	-	-	-	-	44,199
Office equipment	-	-	-	-	-	-	20,781
1C accounting system	-	-	-	-	-	-	9,947
							<b>141,917</b>

**Consultants' services**

	MOF PMU	For the year ended December 31, 2021 CEP PIG	Total	MOF PMU	For the year ended December 31, 2020 CEP PIG	Total	Cumulative
Payroll and related taxes	29,532	29,308	58,840	65,887	62,827	128,714	586,208
Financial intermediary capacity building	-	-	-	-	-	-	184,675
Awareness raising campaign	65,000	-	65,000	-	-	-	214,710
Capacity building and community support	-	-	-	-	-	-	137,402
evaluation and monitoring	-	-	-	-	-	-	10,270
	<b>94,532</b>	<b>29,308</b>	<b>123,840</b>	<b>65,887</b>	<b>62,827</b>	<b>128,714</b>	<b>1,133,265</b>

**Training**

	MOF PMU	For the year ended December 31, 2021 CEP PIG	Total	MOF PMU	For the year ended December 31, 2020 CEP PIG	Total	Cumulative
Training on social and environmental issues	-	-	-	-	-	-	39,941
Capacity building of PMU Staff	-	-	-	-	-	-	4,913
							<b>44,854</b>

**Operating costs**

	For the year ended December 31, 2021		For the year ended December 31, 2020		Cumulative
	MOF PMU	CEP PIG	Total	MOF PMU CEP PIG	
Audit costs	8,824	-	8,824	11,153	40,541
Banners	-	27,324	27,324	-	27,324
Business trips	704	366	1,070	784	24,025
Stationery	60	1,199	1,260	1,327	10,662
Communication (including telephone, internet, postal services, advertising)	460	390	850	812	10,577
Fuel expenses	-	679	679	-	6,266
Bank charges	152	130	281	523	4,216
Other	408	-	408	2,539	5,305
	<b>10,608</b>	<b>30,088</b>	<b>40,696</b>	<b>14,599</b>	<b>128,916</b>
	<b>105,140</b>	<b>59,396</b>	<b>164,536</b>	<b>80,486</b>	<b>1,448,952</b>
				<b>20,730</b>	
				<b>68,958</b>	
				<b>149,445</b>	

## 8. FINANCIAL POSITION

Financial position as at December 31, 2021 comprise:

	December 31, 2021		
	MOF PMU	CEP PIG	Total
<b>ASSETS AND EXPENDITURES</b>			
Cash and cash equivalents	3,174	4	3,178
Cumulative project expenses	8,627,140	314,722	8,941,862
Foreign exchange rate loss	<u>1,160</u>	<u>379</u>	<u>1,539</u>
<b>TOTAL ASSETS AND EXPENDITURES</b>	<b><u>8,631,474</u></b>	<b><u>315,105</u></b>	<b><u>8,946,579</u></b>
<b>FINANCING</b>			
Funds received	<u>8,631,474</u>	<u>315,105</u>	<u>8,946,579</u>
<b>TOTAL FINANCING</b>	<b><u>8,631,474</u></b>	<b><u>315,105</u></b>	<b><u>8,946,579</u></b>

Financial position as at December 31, 2020 comprise:

	December 31, 2020		
	MOF PMU	CEP PIG	Total
<b>ASSETS AND EXPENDITURES</b>			
Cash and cash equivalents	108,314	18,182	126,497
Cumulative project expenses	8,522,000	255,325	8,777,325
Foreign exchange rate loss	<u>1,160</u>	<u>327</u>	<u>1,486</u>
<b>TOTAL ASSETS AND EXPENDITURES</b>	<b><u>8,631,474</u></b>	<b><u>273,834</u></b>	<b><u>8,905,308</u></b>
<b>FINANCING</b>			
Funds received	<u>8,631,474</u>	<u>273,834</u>	<u>8,905,308</u>
<b>TOTAL FINANCING</b>	<b><u>8,631,474</u></b>	<b><u>273,834</u></b>	<b><u>8,905,308</u></b>



**9. WITHDRAWAL APPLICATIONS**

Withdrawal applications for the year ended December 31, 2021 comprise:

Sources of financing	Implementation Unit	Application	Date	Advance	Advance Payment	Total
Credit No. 5742-TJ	CEP PIG	27	January 28, 2021.	-	41,271	41,271
				-	41,271	41,271

**10. STATEMENT OF DESIGNATED ACCOUNT**

The statement of designated account for the year ended December 31, 2021

Implementation Unit	MOF PMU	CEP PIG	Total
<i>Bank</i>	CJSC "Bank Eshkata"	CJSC "Kazkommertsbank Tajikistan"	
<i>Currency</i>	US Dollars	US Dollars	
<i>Bank account</i>	20206840800020100409	20206840551101155001	
<i>Bank's location</i>	Republic of Tajikistan, Dushanbe, N.Karaboev str. 16	24 A. Alini str., Dushanbe, Republic of Tajikistan	
<b>Balance as of January 1, 2021</b>	108,287	18,182	126,468
<b>Advance Payment</b>	-	41,271	41,271
<b>Transfer from escrow account</b>	11,945	-	11,945
<b>Total funds received</b>	11,945	41,271	53,216
<b>Expenditures paid</b>	117,112	59,450	176,562
<b>Transfers to transit account</b>	-	-	-
<b>Balance as at December 31, 2021.</b>	3,120	3	3,122

## 11. UNDRAWN FUNDS

As at December 31, 2021 undrawn funds are presented as follows:

	<b>Credit No. 5742-TJ SDR</b>
Approved financing amount	6,400,000
Disbursed for the period from January 22, 2016 to December 31, 2021 (MOF PMU)	6,173,605
Disbursed for the period from January 22, 2016 to December 31, 2021 (CEP PIG)	<u>226,395</u>
Undrawn financing amount	<u><u>-</u></u>
Financing received as at January 1, 2021	6,371,350
Disbursed in 2021 (MOF PMU)	-
Disbursed in 2021 (CEP PIG)	<u>28,650</u>
Financing received as at December 31, 2021	<u><u>6,400,000</u></u>

## 12. COMMITMENTS

There were no any commitments as at December 31, 2021.

## 13. LEGAL CASES

There were no any legal cases related to the Project.

## 14. EVENTS AFTER THE REPORTING DATE

As at the date of issue of these financial statements no other significant events or transactions happened which should be disclosed in accordance with IAS 10 "Events after the reporting period".