

**“Additional Financing for Emergency
COVID-19 Project”
Credit No. 6938-KG, Grant No. D854-KG**

**The project financial statements
for the year ended December 31, 2022**

and independent auditor’s report

**“ADDITIONAL FINANCING FOR EMERGENCY COVID-19 PROJECT”
CREDIT NO. 6938-KG, GRANT NO. D854-KG**

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**“ADDITIONAL FINANCING FOR EMERGENCY COVID-19 PROJECT”
CREDIT NO. 6938-KG, GRANT NO. D854-KG**

**STATEMENT OF MANAGEMENT’S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF
THE PROJECT FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022**

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 Project “Additional Financing for Emergency COVID-19 Project”, Credit No. 6938-KG, Grant No. D854-KG (the “Project”) under financing agreement between the Kyrgyz Republic and the International Development Association (the “IDA”).

Management 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 for the year ended December 31, 2022 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 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 project financial statements 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, 2022 were approved and authorized for issue on May 19, 2023 by the Management of the Project.

On behalf of the Management:



Toktorbaeva Zh. A.
Director of the PIU under MES KR

May 19, 2023
Bishkek, the Kyrgyz Republic





Kachybekova A. I.
Financial manager of the PIU under MES KR

May 19, 2023
Bishkek, the Kyrgyz Republic

INDEPENDENT AUDITOR'S REPORT

To the Management of the Project "Additional Financing for Emergency COVID-19 Project" under the Ministry of Health of the Kyrgyz Republic:

Report on the project financial statements

Opinion

We have audited the accompanying project financial statements of the "Additional Financing for Emergency COVID-19 Project" (the "Project") which comprise the summary of funds received and expenditures paid and the summary of expenditures paid by project parts for the year ended December 31, 2022, 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 project parts for the year ended December 31, 2022 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. The project financial statements were prepared for complying with the appropriate World Bank Guidelines and Financing agreement 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 the 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.

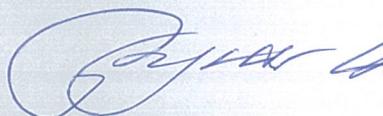
Auditor's responsibilities for the audit of the project financial statements

Our objectives are to obtain reasonable assurance about whether the 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 the 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.



Kubat Alymkulov

Certified accountant, FCCA
Certificate of auditor of the Kyrgyz Republic
No. A 0069 dated October 19, 2009
Audit Partner
Director, Baker Tilly Bishkek LLC



Baker Tilly Bishkek LLC,
License Series A No. 0049 dated July 1, 2011 issued by the State Committee
on Review and Regulation of the financial market of the Kyrgyz Republic

May 19, 2023
Bishkek, Kyrgyz Republic

**“ADDITIONAL FINANCING FOR EMERGENCY COVID-19 PROJECT”
CREDIT NO. 6938-KG, GRANT NO. D854-KG**

**SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID
FOR THE YEAR ENDED DECEMBER 31, 2022
(in US dollars)**

	Notes	For the year ended December 31, 2022	For the period from September 22, 2021 to December 31, 2021	Cumulative
Opening balance		30,222	-	-
Receivables on sums, paid out on account		18	-	-
Funds received				
Credit No. 6938-KG	5	5,086,046	25,000	5,111,046
Grant No. D854-KG	5	9,736,001	25,000	9,761,001
Total funds received		14,822,047	50,000	14,872,047
Other income	6	2,813	-	2,813
Total receipts		14,824,860	50,000	14,874,860
Expenses				
Goods	7	14,336,879	-	14,336,879
Works	7	24,345	-	24,345
Non-consulting services	7	-	-	-
Consulting services	7	32,969	-	32,969
Training	7	17,759	-	17,759
Incremental operating costs	7	114,382	19,760	134,142
Total expenses		14,526,334	19,760	14,546,094
Other expenses	8	2,766	-	2,766
Receivables on sums, paid out on account		-	18	-
UNICEF's commitment		143,965	-	143,965
Closing balance	4	182,035	30,222	182,035

On behalf of the Management:


Toktorbaeva Zh. A.
Director of the PIU under MES KR

May 19, 2023
Bishkek, the Kyrgyz Republic




Kachybekova A. I.
Financial manager of the PIU under MES KR

May 19, 2023
Bishkek, the Kyrgyz Republic

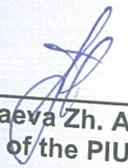
The notes on pages 7-15 form an integral part of the project financial statements. The independent auditor's report is on pages 3-4.

**“ADDITIONAL FINANCING FOR EMERGENCY COVID-19 PROJECT”
CREDIT NO. 6938-KG, GRANT NO. D854-KG**

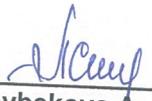
**SUMMARY OF EXPENDITURES PAID BY PROJECT PARTS
FOR THE YEAR ENDED DECEMBER 31, 2022**
(in US dollars)

	For the year ended December 31, 2022	For the period from September 22, 2021 to December 31, 2021	Cumulative
Part 1: Emergency COVID-19 Response	14,381,933	-	14,381,933
Part 2: Implementation Management and Monitoring and Evaluation	144,401	19,760	164,161
	<u>14,526,334</u>	<u>19,760</u>	<u>14,546,094</u>

On behalf of the Management:


Toktorbaeva Zh. A.
 Director of the PIU under MES KR
 May 19, 2023
 Bishkek, the Kyrgyz Republic




Kachybekova A. I.
 Financial manager of the PIU under MES KR
 May 19, 2023
 Bishkek, the Kyrgyz Republic

The notes on pages 7-15 form an integral part of the project financial statements. The independent auditor's report is on pages 3-4.

**“ADDITIONAL FINANCING FOR EMERGENCY COVID-19 PROJECT”
CREDIT NO. 6938-KG, GRANT NO. D854-KG**

**NOTES TO THE PROJECT FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

(in US dollars)

1. GENERAL INFORMATION

On June 22, 2021 the Financing Agreement was signed to provide additional financing for the “Emergency COVID-19 Project” (the “Project”) and to amend the original Financing agreement for Grant No. D854-KG and Credit No. 6938-KG signed on April 7, 2020, between the Kyrgyz Republic and the International Development Association (the “IDA”).

According to this Financing Agreement, the IDA provided the Kyrgyz Republic Grant No. D854-KG in the amount of 7,000,000 Special Drawing Rights (the “SDR”) and Credit No. 6938-KG in the amount of 7,000,000 SDR for implementation of Part 1 of the Project.

Project purpose

The objective of the Project is to prepare and respond to the COVID-19 pandemic in the Kyrgyz Republic.

The Project comprises the following parts:

Part 1: Emergency COVID-19 Response;

Part 2: Implementation Management and Monitoring and Evaluation.

Part 1: Emergency COVID-19 Response

1.1 Case Detection, Containment, Confirmation, Recording, and Contact Tracing

Provide support to: (a) strengthen disease surveillance systems, public health laboratories, and epidemiological capacity for early detection and confirmations of cases; (b) combine detection of new cases with active contact tracing; (c) epidemiological investigation; (d) strengthen risk assessment; and (e) provide on-time data and information for guiding decision-making and response and mitigation activities, through the provision of:

(i) training, personal protection equipment for staff, vehicles and minor upgrading works for selected Points of Entry;

(ii) vehicles, equipment and supplies for rapid response teams; and

(iii) repairs, equipment and supplies for laboratories.

1.2 Health System Strengthening

Strengthening the health system preparedness, quality of medical care provided to COVID-19 patients, and minimizing the risks for health personnel and patients, through the provision of:

(i) medical goods such as medicines, medical supplies, and equipment;

(ii) equipment and supplies for intensive care units and non-intensive care beds;

(iii) personal protection equipment and infection control materials in hospital and primary care facilities;

(iv) medicines for case management of COVID-19 patients;

(v) medical waste management and disposal systems; and

(vi) provision of funds transfers to selected public hospitals to finance inter alia: a) provision and/or repair of handwashing and hygiene facilities; b) upgrading electrical work to safely operate medical equipment; c) maintenance and cleaning of COVID-19 wards; d) carrying out other emergency repairs to ensure patient and staff safety and infection prevention and control.

1.3 Purchasing and Deployment of Vaccines

Responding to the COVID-19 pandemic through:

(i) purchasing Project COVID-19 Vaccines;

(ii) strengthening the Kyrgyz Republic's institutional framework to enable safe and effective vaccine deployment, including development of: a) national policies surrounding prioritization of vaccine allocation; b) regulatory standards for vaccination; c) standards and protocols surrounding cold chain, supplies, storage, logistics, and training; d) accountability, grievance, citizen and community engagement mechanisms; e) a policy/roadmap for management of medical waste at the primary care level; f) a strategy to manage the final disposal of medical waste from hospitals and PHC facilities; g) an assessment of vaccine management capacity and training of delivery workers.

(iii) developing vaccine-related infrastructure, immunization systems, and service delivery capacity, including: a) cold chain equipment and works for warehouses; b) vehicles, logistics, and operating costs; c) supplies needed for vaccination; d) vaccine administration; e) security of the vaccine deployment chain; f) infection control in vaccination sites; g) safe disposal of medical waste generated by vaccination; h) information systems needed to deploy and monitor vaccines; i) call center operation services; j) communication services; k) third-party monitoring of the vaccination process.

Part 2: Implementation Management and Monitoring and Evaluation

Support for Project implementation and management, including:

(i) procurement financial management, environmental and social risk management, monitoring and evaluation, and reporting;

(ii) training; and

(iii) operating costs.

Project management

The Project is implemented by the Projects Implementation Unit (the "PIU") under the Ministry of Emergency Situations of the Kyrgyz Republic.

Duration period of the Project under financing agreement Grant No. D854-KG and Credit No. 6938-KG is from September 22, 2021 up to June 30, 2023. The Project completion date has been extended to June 30, 2024 with the entry into force of the Additional Financing Agreement.

2. PRESENTATION OF THE PROJECT FINANCIAL STATEMENTS

Basis of preparation

The 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 in these project financial statements.

The project financial statements consist of:

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

The reporting currency of the project financial statements is US dollar.

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. The 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

Funds received are translated into US dollars at official exchange rate of Special Drawing Rights (the "SDR") at the date of funds receipt.

Operations in foreign currency initially are counted in functional currency using the currency exchange rate set by the 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 the serving commercial bank at the date of transaction.

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

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 on hand and due from banks, which can be converted to the corresponding amount of cash in the short term.

Taxes

Calculation and payment of personal income tax from income of staff and consultants, as well as social security contributions to the Social Fund of the Kyrgyz Republic is made in accordance with the requirements and rates of the Tax Code of the Kyrgyz Republic and relevant legislation of the Kyrgyz Republic.

Expenses

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

Sources of funds

The funds were provided by the IDA to the Project by initial deposit, reimbursement, special commitment, replenishment of designated account or direct payment to a supplier of goods and/or services.

Other income

Other income represents interest income accrued by the serving commercial bank on the outstanding balances of cash on designated account.

Other expenses

Other expenses comprise bank fees and transfer of interest income to MFKR.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2022 and 2021 are presented as follows:

	Source of financing	Currency	December 31, 2022	December 31, 2021
Designated account	Credit No. 6938-KG	US dollar	177,082	24,970
Designated account	Grant No. D854-KG	US dollar	4,906	5,252
Interest account	Other	US dollar	47	-
			<u>182,035</u>	<u>30,222</u>

5. FUNDS RECEIVED

The funds received are presented by the following methods and sources of financing:

	For the year ended December 31, 2022	For the period from September 22, 2021 to December 31, 2021	Cumulative
Credit No. 6938-KG			
Initial deposit	225,000	25,000	250,000
Replenishment	229,400	-	229,400
Reimbursement	3,996,000	-	3,996,000
Special commitment	635,646	-	635,646
	<u>5,086,046</u>	<u>25,000</u>	<u>5,111,046</u>

	For the year ended December 31, 2022	For the period from September 22, 2021 to December 31, 2021	Cumulative
Grant No. D854-KG			
Initial deposit	-	25,000	25,000
Replenishment	26,001	-	26,001
Reimbursement	9,710,000	-	9,710,000
	<u>9,736,001</u>	<u>25,000</u>	<u>9,761,001</u>
	<u>14,822,047</u>	<u>50,000</u>	<u>14,872,047</u>

6. OTHER INCOME

Other income for the year ended December 31, 2022 and for the period from September 22, 2021 to December 31, 2021 is presented as follows:

	For the year ended December 31, 2022	For the period from September 22, 2021 to December 31, 2021	Cumulative
Interest income	2,813	-	2,813
	<u>2,813</u>	<u>-</u>	<u>2,813</u>

7. EXPENSES

The Project expenses by major categories are presented in the summary of funds received and expenditures paid. The Project expenses by parts are presented in the statement of expenditures paid by project parts. Breakdown of the Project expenses by nature and sources of financing for the year ended December 31, 2022 and for the period from September 22, 2021 to December 31, 2021 are presented as follows:

	For the year ended December 31,2022		For the period from September 22, 2021 to December 31, 2021		Cumulative	
	Grant No. D854-KG	Credit No. 6938-KG	Grant No. D854-KG	Credit No. 6938-KG	Grant No. D854-KG	Credit No. 6938-KG
Goods						
Reimbursement of vaccines Sinopharm	9,710,000	3,744,000	-	-	9,710,000	3,744,000
Purchase of Vaccines Moderna	-	493,462	-	-	-	493,462
Reimbursement of vaccines Moderna	-	252,000	-	-	-	252,000
Procurement of computer equipment	-	122,615	-	-	-	122,615
Procurement of freezers for storing vaccines	-	12,835	-	-	-	12,835
Office furniture for the PIU	1,967	-	-	-	1,967	-
	<u>9,711,967</u>	<u>4,624,912</u>	<u>-</u>	<u>-</u>	<u>9,711,967</u>	<u>4,624,912</u>
Works						
Repair of warehouse	-	24,345	-	-	-	24,345
	<u>-</u>	<u>24,345</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,345</u>
Consulting services						
Local consulting services	-	22,676	-	-	-	22,676
Audit services	-	10,293	-	-	-	10,293
	<u>-</u>	<u>32,969</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,969</u>
Training						
International trainings and seminars for PIU	-	17,574	-	-	-	17,574
Local training and seminars for PIU	100	85	-	-	100	85
	<u>100</u>	<u>17,659</u>	<u>-</u>	<u>-</u>	<u>100</u>	<u>17,659</u>

	For the year ended December 31, 2022		For the period from September 22, 2021 to December 31, 2021		Cumulative	
	Grant No. D854-KG	Credit No. 6938-KG	Grant No. D854-KG	Credit No. 6938-KG	Grant No. D854-KG	Credit No. 6938-KG
Incremental operating costs						
Payroll and related taxes	12,871	88,089	14,047	-	26,918	88,089
Business trips	5,471	180	1,763	-	7,234	180
Software	-	-	3,600	-	3,600	-
Electricity expenses	2,127	446	-	-	2,127	446
Maintenance of vehicles and fuel and lubricants	1,902	231	-	-	1,902	231
Stationery and household goods	752	272	-	-	752	272
Bank commission	60	90	77	30	137	120
Other	1,115	776	243	-	1,358	776
	<u>24,298</u>	<u>90,084</u>	<u>19,730</u>	<u>30</u>	<u>44,028</u>	<u>90,114</u>
	<u>9,736,365</u>	<u>4,789,969</u>	<u>19,730</u>	<u>30</u>	<u>9,756,095</u>	<u>4,789,999</u>

8. OTHER EXPENSES

Other expenses for the year ended December 31, 2022 and for the period from September 22, 2021 to December 31, 2021 are presented as follows:

	For the year ended December 31, 2022	For the period from September 22, 2021 to December 31, 2021	Cumulative
Transfer of interest income in favor of the Ministry of Finance of the Kyrgyz Republic	2,157	-	2,157
Bank fees	609	-	609
	<u>2,766</u>	<u>-</u>	<u>2,766</u>

9. FINANCIAL POSITION

Financial position as at December 31, 2022 and 2021 is as follows:

	December 31, 2022	December 31, 2021
ASSETS AND EXPENSES		
Cash and cash equivalents	182,035	30,222
Cumulative expenses	14,546,094	19,760
UNICEF's commitment	143,965	-
Other expenses	2,766	-
Liabilities on sums, paid out on account	-	18
TOTAL ASSETS AND EXPENSES	<u>14,874,860</u>	<u>50,000</u>
FINANCING		
Funds received	14,872,047	50,000
Other income	2,813	-
TOTAL FINANCING	<u>14,874,860</u>	<u>50,000</u>

As at December 31, 2022, there are receivables from UNICEF in the amount of 143,965 US dollars, which include 57,529 US dollars on vaccines Moderna (savings) and 86,436 US dollars on freezers for storing vaccines (the cost increased by 1,482 US dollars under an additional agreement signed in January 2023).

10. WITHDRAWAL APPLICATIONS

Withdrawal applications for the year ended December 31, 2022 are presented as follows:

Credit No. 6938-KG

Application	Date	Initial deposit	Replenishment	Reimbursement	Special commitment	Total
AF COVID19 CREDIT 2	February 28, 2022	-	-	3,744,000	-	3,744,000
AF COVID19 CREDIT 3	March 10, 2022	225,000	-	-	-	225,000
AF COVID19 CREDIT 4	March 11, 2022	-	-	-	86,436	86,436
AF COVID19 CREDIT 6.1	n/a	-	-	-	-	-
48001084/10025107	October 4, 2022	-	-	-	531,216	531,216
48001084/10026127	October 6, 2022	-	-	-	17,994	17,994
AF COVID19 CREDIT 7	November 14, 2022	-	174,400	-	-	174,400
AF COVID19 CREDIT 8	November 29, 2022	-	-	252,000	-	252,000
AF COVID19 CREDIT 9	December 1, 2022	-	55,000	-	-	55,000
		<u>225,000</u>	<u>229,400</u>	<u>3,996,000</u>	<u>635,646</u>	<u>5,086,046</u>

Grant No. D854-KG

Application	Date	Replenishment	Reimbursement	Total
AF COVID19 GRANT 2.1	February 22, 2022	19,731	-	19,731
AF COVID19 GRANT 3	February 28, 2022	-	9,000,000	9,000,000
AF COVID19 GRANT 3.1	March 2, 2022	-	710,000	710,000
AF COVID19 GRANT 4	November 15, 2022	6,270	-	6,270
		<u>26,001</u>	<u>9,710,000</u>	<u>9,736,001</u>

11. STATEMENT OF DESIGNATED ACCOUNT

Statement of designated account for the year ended December 31, 2022 and 2021 is presented as follows:

Source of financing	Credit No. 6938-KG	Grant No. D854-KG
Bank		OJSC Aiyl Bank
Bank account	1299003250031802	1299003250034024
Currency	US dollar	US dollar
Bank's location	114/2 Kievskaya Str., Bishkek, Kyrgyz Republic	
Balance as at September 22, 2021	-	-
Initial deposit	25,000	25,000
Total funds received	25,000	25,000
Transfer to transit account	-	19,671
Bank commission	30	77
Balance as at December 31, 2021	24,970	5,252
Initial deposit	225,000	-
Replenishment	229,400	26,001
Total funds received	454,400	26,001
Transfer to transit account	291,905	26,287
Fees for consulting services	10,293	-
Bank fees	90	60
Balance as at December 31, 2022	177,082	4,906

12. UNDRAWN FUNDS

Undrawn funds as at December 31, 2022 are presented as follows:

	Credit No. 6938-KG <i>in SDR</i>	Grant No. D854-KG <i>in SDR</i>
Approved amount of financing	7,000,000	7,000,000
Funds received as at December 31, 2022	3,719,879	6,999,558
Undrawn amount of financing as at December 31, 2022	3,280,121	442
Funds received as at December 31, 2021	17,875	17,875
Funds received in 2022	3,702,004	6,981,683
Funds received as at December 31, 2022	3,719,879	6,999,558

13. 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, 2022 are presented as follows:

Counterparty	Contract No.	Cost per Contract (in CCY)	Contract CCY	Paid up to December 31, 2022 (in CCY)	Remaining amount to be paid (in CCY)
Aknazarov Temirlan	KG/COVID19/AF/IC-01	741,020	Som	629,633	111,387
Duishenkulova Marina	KG/COVID19/AF/IC-02	937,297	Som	826,947	110,350
Matkerimov Nursoloto	KG/COVID19/AF/IC-05	278,469	Som	111,388	167,081

14. LEGAL CASES

There were no any legal claims related to the Project.

15. EVENTS AFTER THE REPORTING DATE

During 2022 until the date of issue of these project financial statements, the IDA provided financing to the Project as follows:

Date	Method of financing	Application	Credit No. 6938-KG	Grant No. D854-KG
March 23, 2023	Replenishment	AF COVID19 GRANT 5	-	-
February 1, 2023	Special Commitment	AF COVID19 CREDIT 10 Ran	-	-
February 8, 2023	Refund	:RN000000411317	-	(55,392)
February 27, 2023	Special Commitment	AF COVID19 CREDIT 11	-	1,482
March 10, 2023	Special Commitment	AF COVID19 CREDIT 12 Ran	-	-
March 22, 2023	Refund	:RN000000411319	-	(2,137)
March 29, 2023	Special Commitment	AFCOVID19 CREDIT12.1	-	56,000
March 29, 2023	Replenishment	AF COVID19 CREDIT 13	-	97,695
			-	97,648

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