"Digital CASA – Kyrgyz Republic Project" Grant No. D279-KG, Credit No. 6200-KG, Credit No. 7479-KG

Financial statements for the year ended December 31, 2024

and independent auditor's report



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STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE PROJECT FINANCIAL STATEMENT 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 statement of the "Digital CASA – Kyrgyz Republic Project", financed under Grant agreement No. D279-KG, Credit agreement No. 6200-KG and additional Credit agreement No. 7479-KG (hereinafter - the "Project").

Management of the Project is responsible for the preparation of the project financial statement 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, 2024 in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (hereinafter - 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" (hereinafter - the "WB Guidelines").

In preparing the project financial statement, 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 statement; 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 project financial statement 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 statement for the year ended December 31, 2024 were approved and authorized for issue on June 10, 2025 by the Management of the Project.

On behalf of the Management:



June 10, 2025 Bishkek, the Kyrgyz Republic



Zhunushova RV PIU Financial manager

June 10, 2025 Bishkek, the Kyrgyz Republic



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INDEPENDENT AUDITOR'S REPORT

To the Management of the Project "Digital CASA – Kyrgyz Republic Project" under the Ministry of Digital Development of the Kyrgyz Republic.

Report on the project financial statement

Opinion

We have audited the accompanying project financial statement of the Project "Digital CASA – Kyrgyz Republic Project" (hereinafter - 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, 2024, and a summary of significant accounting policies and other explanatory information (hereinafter - the "project financial statement").

In our opinion, the accompanying project financial statement 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, 2024 in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (hereinafter - 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" (hereinafter - the "WB Guidelines").

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (hereinafter - ISAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the project financial statement 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 (hereinafter - IESBA Code) together with the ethical requirements that are relevant to our audit of the project financial statement, 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 statement, which describe the basis of accounting. The project financial statement was prepared for complying with the appropriate World Bank Guidelines and Financing and Grant agreements requirements.

Other matter

We draw attention to the fact that the World Bank rated overall implementation progress of the Project as moderately satisfactory in implementation status and results report dated June 28, 2024.

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 statement may not be suitable for another purpose.

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

Management is responsible for the preparation and fair presentation of the project financial statement in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (hereinafter - 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" (hereinafter - the "WB Guidelines"), and for such internal control as management determines is necessary to enable the preparation of the project financial statement that are free from material misstatement, whether due to fraud or error.

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

Our objectives are to obtain reasonable assurance about whether the project financial statement as a whole is 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 statement.

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 statement, 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 statement 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 Individual auditor registration number 11152 dated November 16, 2023. Registered in the Unified state register of auditors, audit organizations, and professional audit

Audit Partner, Director of Baker Tilly Bishkek LLC

Umet Daletbaev

Individual auditor registration number 18167 dated December 26, 2023. Registered in the Unified state register of auditors, audit organizations, and professional audit associations. Audit Partner

Baker Tilly Bishkek LLC is registered in the "Register of audit organizations admitted for audit of public Interest entities and large entrepreneurship entities" of the Unified state register of auditors, audit organizations, professional audit associations. Individual registration number 2101510 dated August 9, 2023.

June 10, 2025 Bishkek, the Kyrgyz Republic

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	For the year ended December 31, 2023	Cumulative
Opening balance	4	990,262	992,564	-
Funds received				
Grant No. D279-KG	5	5,697,026	8,656,293	18,089,699
Credit No. 6200-KG Credit No. 7479-KG	5 5	9,186,945	-	9,186,945
Total funds received		14,883,971	8,656,293	27,276,644
Other income	6	20,306	18,178	103,682
Total receipts		14,904,277	8,674,471	27,380,326
Expenses				
I -Works, goods, consulting services, non-consulting services, training and operating costs excluding parts 1.1 (b) and (c); and 2.1 (b))	7	1,265,111	2,089,910	6,111,530
II -Works, goods, consulting services, non-consulting services, training parts 1.1. (b) and (c) of the project III - Works, goods, consulting services, non-consulting	7	12,610,600	6,571,871	19,182,471
services, training part 2.1. (b) of the project	7	 _		-
Total expenses		13,875,711	8,661,781	25,294,001
Other expenses	8	17,629	14,992	85,126
Closing balance	4	2,001,199	990,262	2,001,199

ABHTHA On behalf of the Management: A9A7O зации проекта **Digital CASA** Togolokov K oject implementatio Unit **PIU Director**

June 10, 2025 Bishkek, the Kyrgyz Republic

Zhunushova R./ PIU Financial manager

June 10, 2025 Bishkek, the Kyrgyz Republic

The notes on pages 7-17 form an integral part of the project financial statements. The independent auditor's report is on pages 3-4.

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SUMMARY OF EXPENDITURES PAID BY PROJECT PARTS FOR THE YEAR ENDED DECEMBER 31, 2024

(In US dollars)

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Part 1. Regional digital connectivity infrastructure	12,610,600	6,571,871	19,521,308
Part 2. Regional datacenters and digital platforms	729,708	31,200	919,733
Part 3. Enabling environment for digital economy	265,270	1,581,267	3,264,319
Part 4. Project management	270,133	477,443	1,588,641
	13,875,711	8,661,781	25,294,001

On behalf of the Management: PMENT OTAEA реализации проекта Digital CASA Zhunushova R. Togolokov K Project Implem **PIU Financial manager PIU Director** Unit NIW * June 10, 2025 June 10, 2025 Bishkek, the Kyrgyz Republic Bishkek, the Kyrgyz Republic

The notes on pages 7-17 form an integral part of the project financial statements. The independent auditor's report is on pages 3-4.

NOTES TO THE PROJECT FINANCIAL STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2024

(In US dollars)

1. GENERAL INFORMATION

According to the Financing agreement between the Kyrgyz Republic and International Development Association (hereinafter - the "IDA") signed on July 2, 2018, the IDA provided Grant No. D279-KG in the amount of 17,200,000 Special Drawing Rights and Credit No. 6200-KG in the amount of 17,200,000 Special Drawing Rights (hereinafter – the "SDR") to the Kyrgyz Republic.

Also, according to the Financing agreement for additional financing between the Kyrgyz Republic and International Development Association signed on February 12, 2024, the IDA provided Credit No. 7479-KG in the amount of 7,000,000 US dollars.

The Credits and the Grant were provided for implementation of the Project "Digital CASA – Kyrgyz Republic Project" (hereinafter - the "Project").

Project purpose

The objectives of the Project are: to increase access to more affordable internet; to crowd-in private investment in the Information and Communication technology (hereinafter - the "ICT") sector; and to improve the Kyrgyz Republic's capacity to deliver digital government services, by contributing to the development of a regionally integrated digital infrastructure and enabling environment.

The Project comprises the following parts:

Part 1: Regional digital connectivity infrastructure;

Part 2: Regional datacenters and digital platforms;

Part 3: Enabling environment for digital economy;

Part 4: Project management.

Part 1: Regional digital connectivity infrastructure

1.1. Improving Regional Connectivity

Carrying out of a comprehensive program for the pre-purchase of bundles of communications services, including international and, where applicable, domestic connectivity, including:

a) Carrying out of a feasibility study on the backbone and services requirements for the expansion of the Kyrgyz portion of the regional backbone network, including the design of said backbone and services requirements;

b) Provision of the communications services for the expansion of the Kyrgyz portion of the regional backbone network, in selected areas, through: (i) support in the procurement process for the selection of operators; and (ii) provision of the pre-purchase of said communications services; and

c) Provision of third-party verification of the deployed infrastructure.

1.2. Increasing the Security, Capacity and Reach of "G-Net" Network

a) Provision of support to increase security, capacity, and geographic reach of the Recipient's internal digital network G-Net, through design of G-Net and development of the bidding documentation for the selection of a vendor to deploy the necessary hardware and software in target public sector institution;

b) Provision of support for the procurement of digital platforms and shared services such as authentication and identity management, e-signature, unified notification and payment platforms, interoperability, cybersecurity, and application/data sharing platforms.

Part 2: Regional datacenters and digital platforms

2.1. Government Cloud Infrastructure (G-Cloud)

a) Development of a design for establishing the G-Cloud;

b) Procurement of the equipment and related services for the creation of the G-Cloud.

2.2. Digital Platforms and Shared Services.

Provision of support for the procurement of digital platforms and shared services.

Part 3: Enabling environment for digital economy

3.1 Legal, Regulatory and Institutional Foundations for Digital Economy

Carrying out of a program to strengthen and harmonize, at the regional and national levels, the legal and regulatory frameworks, and the institutional and human capacity to support the activities under Parts 1 and 2 of the Project, including:

a) Conducting of a legal and regulatory framework gap analysis for the digital economy aimed at identifying potential barriers at the regional and national levels for implementation of the activities under Parts 1.1 and 2.1 above, and to guide the implementation of activities under Part 3;

b) Development of the legal and regulatory framework, including provision of Training, in the field of electronic communication, to promote competition in the telecom market, facilitate cross-border connectivity, facilitate the establishment of PPPs in the sector, and create a regionally harmonized enabling environment for open access and cross-sector infrastructure sharing; and

c) Provision of technical assistance and Training with respect to, inter alia, digital economy policy, strategy and action planning, standards and legal and regulatory development in the area of digital economy (including digital government enterprise architecture and interoperability framework, ICT procurement for public sector institutions, datacenter infrastructure, shared platforms including electronic identification and authentication and other common services, and smart solutions, smart city, intellectual property rights, personal data protection, crossborder data transfer and hosting, and emerging technologies).

3.2 Regional Partnerships for Digital Economy Skills, Jobs and Innovations

Carrying out of the following activities:

a) Development of the Digital Economy Competency Framework and the initial offering of courses and workshops and for training of trainers; and

b) Provision of leadership and technical training to enable public officials, ICT professionals, and other citizens, especially women, youth, and disadvantaged groups, to acquire digital economy competencies.

3.3 Digital Leadership and Strategic Communications

a) Carrying out of outreach and communications activities;

b) Development and implementation of a strategic communications program, including support for the organization of public information and awareness building campaigns, knowledge-sharing seminars, workshops, and conferences;

c) Creation and management of strategic partnerships with local and foreign governmental agencies, donors, nongovernmental organizations, and other entities, to raise and manage additional funding and other resources.

Part 4: Project management

Carrying out of Project management activities, including support for the Project Implementation Unit, monitoring and evaluation, and audit; and provision of support for the Kyrgyz Republic's participation in regional coordination activities and related consultations at the regional level.

Project management

The Management is implemented by the Project Implementation Unit (hereinafter - the "PIU") under the Ministry of Digital Development of the Kyrgyz Republic

The original Project completion date was May 31, 2023, with a grace period until September 30, 2023. However, according to the letter received from the World Bank on May 19, 2023, an extension of the Project closing date has been approved until April 30, 2025, including a grace period until August 31, 2025.

According to the Financing agreement for additional financing between the Kyrgyz Republic and International Development Association signed on February 12, 2024, the Project closing date has been extended until July 31, 2025, including a grace period until November 30, 2025.

2. PRESENTATION OF THE PROJECT FINANCIAL STATEMENT

Basis of preparation

The project financial statement has been prepared in accordance with the International Public Sector Accounting Standard (hereinafter - 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" (hereinafter - 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.

The project financial statement consists of:

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash basis of accounting

The project financial statement is 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 statement 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 statement 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 the commercial bank Aiyl Bank OJSC on a date of operation.

Funds received are translated into US dollars at official exchange rate of Special Drawing Rights (hereinafter - 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 serving commercial bank 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 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 and social security contributions from income of staff and consultants 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 direct payment and replenishment of designated account.

Other income

Other income represents interest income accrued by the serving commercial bank on the outstanding balances of cash on designated account and income from selling of tender documents.

Other expenses

Other expenses comprise payments for bank services and transfer of accrued interest income to the Ministry of Finance of the Kyrgyz Republic.

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	Grant No. D279-KG	US dollar	982,703	974,383
Designated account	Credit No. 6200-KG	US dollar	999,940	
Interest account	Other	US dollar	18,556	15,874
Interest account	Other	Kyrgyz som		5
			2,001,199	990,262

5. FUNDS RECEIVED

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

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Grant No. D279-KG			
Direct payment Initial deposit	4,316,762	6,541,975	10,858,737 1,209,908
Replenishment of designated account	1,380,264	2,114,318	6,021,054
	5,697,026	8,656,293	18,089,699
Credit No. 6200-KG			
Direct payment	8,186,945	-	8,186,945
Initial deposit	1,000,000	<u> </u>	1,000,000
	9,186,945	<u> </u>	9,186,945
Credit No. 7479-KG		-	
	14,883,971	8,656,293	27,276,644

6. OTHER INCOME

Other income is presented as follows:

For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
20,306	18,178	102,500
		1,182
20,306	18,178	103,682
	ended December 31, 2024 20,306	ended ended December 31, 2024 2023 20,306 18,178

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. Breakdowns of the Project expenses by nature and sources of financing are presented as follows:

	For the year			
	Grant No. D279-KG	Credit No. 6200-KG	Credit No. 7479-KG	Total
Non-consultant's services	4,316,762	8,186,945		12,503,707
Consultant's services:	201 000			
International consultants	301,902	-		301,902
Local consultants	224,866	-		224,866
Operating costs				
Payroll and related taxes	221,847	-	-	221,847
Audit expenses	9,519	12 C	-	9,519
Business trip expenses	1,861	-	22	1,861
Other	7,754	-		7,754
Training				
International training	28,464	-		28,464
Local training	-	-	2	-
Goods	487,120	-		487,120
Customs costs	88,671		<u> </u>	88,671
	5,688,766	8,186,945	-	13,875,711

	For the year ended December 31, 2023				
	Grant No. D279-KG	Credit No. 6200-KG	Credit No. 7479-KG	Total	
Non-consultant's services	6,541,976		_	6,541,976	
Consultant's services:					
Local consultants	1,511,573	-	-	1,511,573	
International consultants	143,374	-		143,374	
Operating costs					
Payroll and related taxes	251,295	-	-	251,295	
Business trip expenses	32,040	-		32,040	
Audit expenses	9,519	-	-	9,519	
Other	17,192	-	-	17,192	
Training					
International training	40,981	-		40,981	
Local training	•	-	-	-	
Goods	113,831		<u> </u>	113,831	
	8,661,781		_	8,661,781	

	Grant No. D279-KG	Cumulative Credit No. 6200-KG	Credit No. 7479-KG	Total
Non-consultant's services	10,858,738	8,186,945	-	19,045,683
Consultant's services				
Local consultants	3,277,050	-		3,277,050
International consultants	846,717	7		846,717
Operating costs				
Payroll and related taxes	1,126,350	-	-	1,126,350
Business trip expenses	34,578	-		34,578
Audit expenses	47,094	5		47,094
Other	38,213	-	3 - 5	38,213
Training				
International training	130,910	5	1	130,910
Local training	26,262	-	-	26,262
Goods	632,473	-	-	632,473
Customs costs	88,671			88,671
	17,107,056	8,186,945	-	25,294,001

8. OTHER EXPENSES

Other expenses are presented as follows:

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Transfer of accrued interest income to the Ministry of			
Finance of the Kyrgyz Republic	15,879	12,693	76,964
Bank services	1,750	2,299	6,980
Other			1,182
	17,629	14,992	85,126

9. FINANCIAL POSITION

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

	December 31, 2024	December 31, 2023
ASSETS AND EXPENDITURES		
Cash and cash equivalents	2,001,199	990,262
Cumulative expenses	25,294,001	11,418,290
Other expenses	85,126	67,497
TOTAL ASSETS AND EXPENDITURES	27,380,326	12,476,049
FINANCING		
Funds received	27,276,644	12,392,673
Other income	103,682_	83,376
TOTAL FINANCING	27,380,326	12,476,049

10. WITHDRAWAL APPLICATIONS

Withdrawal applications for the year ended December 31, 2024 are presented as follows:

Sources of financing	Appli- cation	Date	Initial deposit	Replenish- ment of designated account	Direct payment	Total
IDA Grant No.						
D279-KG	22	March 11, 2024		-	2,496,480	2,496,480
	23	March 27, 2024		208,066	-	208,066
	24	May 9, 2024		-	1,618,792	1,618,792
	25	May 29, 2024		-	201,490	201,490
	26	June 26, 2024		331,971	-	331,971
	28	December 2, 2024		273,346	-	273,346
	29	December 17, 2024		521,836	-	521,836
	30	December 23, 2024		45,045		45,045
				1,380,264	4,316,762	5,697,026
IDA Credit No.						
6200-KG	2	July 26, 2024		-	3,110,416	3,110,416
	3 Ran :RN00 00004	July 26, 2024	-	-	2,269,339	2,269,339
	36123	September 16, 2024	(999,950)	-	-	(999,950)
	4	September 16, 2024	1,000,000	-	-	1,000,000
	5	October 9, 2024	999,950	-	-	999,950
	29	November 20, 2024	-		2,807,190	2,807,190
			1,000,000	<u> </u>	8,186,945	9,186,945
IDA Credit No. 7479-KG			<u> </u>	. <u> </u>	<u> </u>	
			1,000,000	1,380,264	12,503,707	14,883,971

Sources of financing	Application	Date	Replenishment of designated account	Direct payment	Total
IDA Grant No. D279-KG	13	February 24, 2023	475,837		475,837
	15	April 27, 2023	-	2,394,763	2,394,763
	16	May 30, 2023	541,819	-	541,819
	17	June 27, 2023		-	338,543
	18	July 12, 2023	329,224		329,224
	19	August 24, 2023		2,054,107	2,054,107
	20	December 13, 2023		2,093,105	2,093,105
	21	December 22, 2023	428,895	<u> </u>	428,895
			2,114,318	6,541,975	8,656,293

-

8,656,293

6,541,975

2,114,318

IDA Credit No. 6200-KG

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11. STATEMENT OF DESIGNATED ACCOUNT

Statement of designated account for the years ended December 31, 2024 and 2023 is presented as follows:

Source of financing	Grant No. D279-KG	Credit No. 6200-KG	Credit No. 7479-KG	Total
Bank	13501080379382	Aiyl Bank OJSC 13501080384104	13501080384104	
Bank account	71	40	40	
Currency	US dollar	US dollar	US dollar	
Bank's location	14 Logvinenko	str., Bishkek, the K	yrgyz Republic	
Balance as at December 31, 2022	979,871	-	-	979,871
Initial deposit		-	-	-
Replenishment of designated account	2,114,318			2,114,318
Total funds received	2,114,318			2,114,318
Expenses paid	1,743,837	-	-	1,743,837
Transfer to transit account	375,969			375,969
Balance as at December 31, 2023	974,383	-	<u> </u>	974,383
Initial deposit		1,000,000		1,000,000
Replenishment of designated account	1,380,264			1,380,264
Total funds received	1,380,264	1,000,000	<u> </u>	2,380,264
Expenses paid	1,000,517	60		1,000,577
Transfer to transit account	371,427			371,427
Balance as at December 31, 2024	982,703	999,940	-	1,982,643

12. UNDRAWN FUNDS

Undrawn funds as at December 31, 2024 are presented as follows:

	Grant No. D279-KG in SDR	Credit No. 6200-KG in SDR	Credit No. 7479-KG in US dollar
Approved amount of financing	17,200,000	17,200,000	7,000,000
Disbursed during the period from February 20, 2019 to			
December 31, 2019	955,858		-
Disbursed during the year ended December 31, 2020	148,698	-	-
Disbursed during the year ended December 31, 2021	-	-	-
Disbursed during the year ended December 31, 2022	1,689,509	-	-
Disbursed during the year ended December 31, 2023	6,476,857	-	-
Disbursed during the year ended December 31, 2024	4,299,069	6,939,931	-
Undrawn amount of financing as at December 31, 2024	3,630,009	10,260,069	7,000,000

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 as at December 31, 2024 are presented as follows:

Counterparty	Contract No.	Cost per Contract (in CCY)	Contract CCY	Paid up to December 31, 2024 (in CCY)	Remaining amount to be paid (in CCY)
	IDA/DCASA/2020				
Kyrgyztelecom OJSC	/G-1-1-1-2/1	23,947,625	US dollar	19,045,683	4,901,942
Terratech LLC PF Civil Initiative of	G-2-2023/1	16,155,429	US dollar	486,432	15,668,997
Internet Policy	CS-QCBS-3-1-1	2,908,178	US dollar	2,833,918	74,260
I Do Marketing LLC	CS-CQS-3-4-1	293,904	US dollar	155,754	138,150
Insol LLC KPMG Tax and Advisory	CS-CQS-1-1-2	249,130	US dollar	136,788	112,342
LLC Kazakhstan JV Korea Institute for Development Strategy	CS-CQS-2.1-4	141,948	US dollar	137,806	4,142
and KT Cloud	CS-SQS-3.2-3 IDA/DCASA/2020	161,094	US dollar	147,297	13,797
Baker Tilly Bishkek LLC	/CS-LCS-4-1-1 IDA/DCASA/2020	66,132	US dollar	47,094	19,038
M-Vector LLC Glebov D., individual	/CS-CQS-4-1-2	89,891	US dollar	39,552	50,339
consultant	CS-IC-2-1-3-1	51,200	US dollar	48,000	3,200

14. LEGAL CASES

There were no any legal claims related to the Project.

15. EVENTS AFTER THE REPORTING DATE

During 2025 until the date of issue of these project financial statements, the IDA provided financing to the Project as follows:

Sources of financing	Application	Date	Replenishment of designated account	Direct payment	Total
IDA Grant No.					
D279-KG	33	February 11, 2025	656,800	_	656,800
	34	March 12, 2025		1,600,000	1,600,000
	40	May 1, 2025	978,303	-	978,303
	42	June 9, 2025		980,286	980,286
			1,635,103	2,580,286	4,215,389
IDA Credit No.					
6200-KG	31	January 21, 2025	-	302,880	302,880
	32	January 21, 2025	-	9,279,639	9,279,639
	34	February 21, 2025	5 - 1	-	-
	35	March 12, 2025	-	531,265	531,265
	37	March 12, 2025	247,342	-	247,342
	41	May 2, 2025	-		-
			247,342	10,113,784	10,361,126
IDA Credit No.					
6200-KG	38	April 17, 2025	-	1,449,300	1,449,300
	39	May 12, 2025		616,300	616,300
				2,065,600	2,065,600
			1,882,445	14,759,670	16,642,115

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

