“Tajikistan Resilient Landscape Restoration Project”
Grant No. D972-TJ.

The project special purpose financial statements

for the year ended December 31, 2024

and independent auditor’s report

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"TAJIKISTAN RESILIENT LANDSCAPE RESTORATION PROJECT"
GRANT No. D972-TJ

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

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 "Tajikistan Resilient Landscape Restoration Project" Grant No. D972-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 for the year ended December 31, 2024 in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (the "IPSAS") issued by the International Public Accounting Standards Board of the International Federation of Accountants and the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "WB Guidelines").

In preparing the project 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 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 financial position of the Project, and which enable them to ensure that the project special purpose 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, 2024 were approved and authorized for issue on April 20, 2025 Dushanbe, Republic of Tajikistan by the Management of the Project.

On behalf of the Management:

Junaidzoda M.Kh. **Director of CIIP of the Committee for Environment Protection under the Government of the Republic of Tajikistan**	**Avzalshozoda A.A.** **Chief accountant of CIIP**
April 20, 2025 Dushanbe, Republic of Tajikistan	April 20, 2025 Dushanbe, Republic of Tajikistan

Auditing Company «KRESTON TASHKENT» LLC
Uzbekistan, Tashkent, 100007, Makhtumkuli street, 99A
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INDEPENDENT AUDITOR'S REPORT

To the Management of "Center for Implementation of Investment Projects" Committee for Environmental Protection under the Government of the Republic of Tajikistan for the Project "Tajikistan Resilient Landscape Restoration Project" and to the Management of State Committee on Investments and State Property Management of the Republic of Tajikistan

Opinion

We have audited the Special Purpose Financial Statements prepared by the Management of "Center for Implementation of Investment Projects" Committee for Environmental Protection under the Government of the Republic of Tajikistan (hereinafter – CIIP CEP) for the Project "Tajikistan Resilient Landscape Restoration Project" (hereinafter – Project) financed against the financial proceeds of the International Development Association (hereinafter– IDA) according to the Grant Agreement No. D972-TJ (hereinafter – Grant Agreement) for the year ended December 31, 2024.

The Special Purpose Financial Statements comprise: Summary of Funds received and Expenditures paid, Summary of Expenditures paid by Components. Notes to the special purpose financial statements includes: (i) Statement of Expenditure (SOE); (ii) Statement of Designated Account (iii) Statement of Financial Position; and the principal accounting policies and other explanatory information.

In our opinion,

a) The Special Purpose Financial Statements of the Project fairly present in all material respects the financial position of the Project as at December 31, 2024 and the results of its operations for the year ended December 31, 2024, in conformity with the International Public Sector Accounting Standards (hereinafter – IPSAS);

b) The CIIP CEP has utilized all proceeds of the Grant Agreement withdrawn from IDA only for purposes of the Project in accordance with the Grant Agreement; and no proceeds of the Grant Agreement have been utilized for other purposes;

c) Statement of Designated Account on Project for the year ended December 31, 2024 give a true and fair view of the financial position of the Designated Account of the Project as at December 31, 2024 and of the cash flows for the year ended December 31, 2024 and complies with the World Bank's guidelines; moreover

d) With respect to SOEs, adequate supporting documentation has been maintained to support claims to the IDA for reimbursement of expenditures incurred and the expenditures comply with objectives stipulated in the Grant Agreement.

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 CIIP CEP 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 Grant 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 CIIP CEP 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 CIIP CEP 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 CIIP CEP 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 CIIP CEP 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 CIIP CEP 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, 100007,
Makhtumkuli street, 99A

Tashkent, April 20, 2025

KRESTON TASHKENT

"TAJIKISTAN RESILIENT LANDSCAPE RESTORATION PROJECT"
GRANT No. D972-TJ

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		**2,156,444**	**27,903**	**-**
FUNDING SOURCES				
Funds received				
Advances	5	8,531,280	6,113,339	14,644,619
Reimbursements	5	-	116,930	116,930
Direct Payments	5	488,038	-	488,038
		9,019,318	**6,230,269**	**15,249,587**
Other income				
Temporary Financial Assistance*	5	-	-	102,692
Others		-	-	-
		-	**-**	**102,692**
TOTAL RECEIPTS		**9,019,318**	**6,230,269**	**15,352,279**
PROJECT EXPENSES				
(1) Non-consulting services, Goods, Works, Training and Operating Costs	6	4,021,521	2,231,430	6,327,365
(2) Consulting services	6	1,749,138	1,770,607	3,519,745
(3) Subgrants under Parts 2.1(c)(iii), 2.2(c), 2.4	6	3,624,146	-	3,624,146
		9,394,805	**4,002,037**	**13,471,256**
Other expenses				
Return of Temporary Financial Assistance**	5	-	96,208	96,208
Others		761	289	1,572
		761	**96,497**	**97,780**
TOTAL EXPENSES		**9,395,566**	**4,098,534**	**13,569,036**
Foreign exchange rate differences		-	3,194	3,047
CLOSING BALANCE	4	**1,780,196**	**2,156,444**	**1,780,196**

** In 2022, the Project received "Temporary Financial Assistance" from the Committee for Environmental Protection under the Government of the Republic of Tajikistan in three tranches: 500,000 somoni, 350,000 somoni, and 200,000 somoni, totaling 1,050,000 somoni, which was equivalent to 102,692 USD.*
***In 2023, this previously received "Temporary Financial Assistance" was fully repaid in the amount of 1,050,000 somoni, which was equivalent to 96,208 USD at the date of repayment. Due to exchange rate fluctuations, the actual repayment amount in USD differed from the initially received amount, affecting the final amount of "Exchange Rate Differences".*

On behalf of the Management:

Junaidzoda M.Kh.
Director of CIIP of the Committee for Environment Protection under the Government of the Republic of Tajikistan

April 20, 2025
Dushanbe, Republic of Tajikistan

Avzalshozoda A.A.
Chief accountant of CIIP

April 20, 2025
Dushanbe, Republic of Tajikistan

The notes on pages 9-23 form an integral part of the project financial statements.
The independent auditor's report is on pages 4-6.

"TAJIKISTAN RESILIENT LANDSCAPE RESTORATION PROJECT"
GRANT No. D972-TJ

SUMMARY OF EXPENDITURES PAID BY COMPONENTS
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
Part 1: Strengthen Institutions and Policies and Regional Collaboration	6	1,958,655	1,759,685	3,718,340
Part 2: Resilient Landscapes and Livelihoods	6	7,120,754	1,408,477	8,529,231
Part 3: Project Management and Coordination	6	315,396	833,875	1,223,685
		9,394,805	**4,002,037**	**13,471,256**

On behalf of the Management:

Junaidzoda M.Kh.
Director of CIIP of the Committee for Environment Protection under the Government of the Republic of Tajikistan

April 20, 2025
Dushanbe, Republic of Tajikistan

Avzalshozoda A.A.
Chief accountant of CIIP

April 20, 2025
Dushanbe, Republic of Tajikistan

The notes on pages 9-23 form an integral part of the project special purpose financial statements.
The independent auditor's report is on pages 4-6.

1. GENERAL INFORMATION

According to the Grant Agreement between the Republic of Tajikistan and International Development Association (the "IDA") dated May 17, 2022, the World Bank provided a Grant No. D972-TJ in the amount of 32,200,000 Special Drawing Rights ("SDR") to the Republic of Tajikistan.
The Grant was provided for implementation of the "Tajikistan Resilient Landscape Restoration Project" (the "Project").

Project purpose

The objectives of the Project are: (a) to increase the area under sustainable landscape management in Selected Locations in Tajikistan; and (b) to promote Tajikistan's collaboration with other Central Asian countries on transboundary landscape restoration.

The Project consists of the following parts:

Part 1: Strengthen Institutions and Policies and Regional Collaboration

1.1. Strengthen Institutions and Policies

(a) Strengthening policy, legal, and implementation frameworks for landscape management, including, inter *alia:* (i) analysis and revisions of existing policy, legal, and implementation frameworks for forests, pastures and protected areas to help align these with national and international obligations; (ii) capacity building for the CEP and partner agencies to enhance their capacity in environmental monitoring and reporting on environmental status, including land degradation neutrality ("LDN") targets; (iii) preparation of a national landscape restoration strategy and action plan; and (iv) preparation of a protected area strategy and action plan;

(b) institutional capacity building for landscape management, including, *inter* alia. (i) on-the-job training of operational and technical staff on landscape restoration; (ii) post-graduate studies for qualifying students in landscape management, forest conservation, and pasture management; (iii) curricula development for universities and schools in the country to improve formal as well as youth vocational training in landscape restoration; (iv) rehabilitation and improvement of state forest management entities' ("SFME") offices, district-level pasture commissions and selected special protected areas units; (v) purchase and installation of office and field equipment, as well as vehicles; (vi) purchase of machinery such as tractors for field operations; and (vii) construction of living quarters for field staff; and

(c) strengthening research and knowledge management in the field of landscape management, including, inter *alia.-* (i) research and analytical studies on topics such as assessing drivers of land degradation, climate risk assessment, market development and access, payment for environmental services feasibility assessment and nature-based solutions applications; (ii) knowledge management through support for platforms and dissemination focusing on learning and annual review meetings; and **(iii)** study tours and exchanges.

1.2 *Enhance Regional Collaboration*

Supporting the Recipient's participation in the implementation of key regional activities identified in the 2020 ten-year Regional Environmental Program for Sustainable Development endorsed under the auspices of the Interstate Commission on Sustainable Development ("ICSD"), including, *inter alia.*

(a) development of an MOU to facilitate border-crossing for nature-based tourism in protected areas and unique natural sites shared between countries;

(b) development of an MOU to use common modern methods of inventory of flora and fauna diversity, and ecosystem status along transboundary corridors;

(c) development of a joint transboundary management plan for ecological corridors for migratory animals and transboundary cooperation agreements for addressing issues of protection of key species and habitats;

(d) development of a protocol for using nature-based solutions, including erosion control and tree planting along roads to increase resilience of infrastructure;

(e) development of an MOU for the designation of a transboundary "peace park" between countries along the lines of the United Nations Convention to Combat Desertification Peace Forest Initiative (2020); and

(f) contributing to the establishment and operation of a regional exchange platform.

Part 2: Resilient Landscapes and Livelihoods

2.1. *Forest Restoration and Sustainable Forest Management*

(a) Conducting a national-level systematic national forest inventory using a low sampling density and state of the art methodologies for conducting forest inventories, such as geospatial and earth observation data;

(b) preparing up to eight (8) participatory sustainable forest management plans for SFMEs in Selected Locations;

(c) implementing the participatory sustainable forest management plans referred to in Part 2.1(b) above, including:

(i) *forest nurseries:* implementing semi-modernization measures in SFME- operated nurseries and promoting the development of private backyard nurseries to bolster seedling supply for afforestation and natural regeneration;

(ii) *assisted* natural *regeneration.* improving land through assisted natural regeneration, including measures such as fencing to protect regenerating areas, soil improvement and enrichment planting to increase the quality and number of trees and/or species diversity; and

(iii) *afforestation and fuelwood plantations.'* providing Subgrants and technical assistance to Beneficiaries ("FUGs") in line with the requirements of JFM

to implement afforestation and fuelwood plantations that meet the criteria set forth in the Subgrants Manual ("Subprojects").

2.2. *Integrated Pasture Management and Restoration*

(a) Carrying out geobotanical surveys and conducting pasture inventories;

(b) establishing two seed demonstration plots for native forage species; and

(c) provision of Subgrants to Beneficiaries ("PUUs") for investment proposals aimed at supporting sustainable pasture/fodder-based livestock production systems that meet the criteria set forth in the Subgrants Manual ("Subprojects"), which may include measures to support, *inter alia.* (i) improvement of pasture productivity to increase soil carbon stocks and sustainability such as protecting areas for regeneration, pasture rehabilitation, weed removal, seasonal closure, nitrification- inhibiting practices in pastures, improving existing trails to remote pastures, and needs for supplementary fodder production, (ii) erosion and landslide control in pasture area through plantation, soil bioengineering, small I retention structures such as live palisades; (iii) improvement of grazing management and promotion of silvo-pastoralism; (iv) animal health requirements and breed improvement measures; and (v) Subproject monitoring and evaluation.

2.3. *Protected Area Management and Biodiversity Conservation*

(a) Preparing and/or updating protected area management plans for Tajik National Park and Zorkul Special Reserve in GBAO, Yagnob National Park in Suғhd, and State Natural Reserve Tigrtivaya Balka in Khatlon, comprising standard elements, management arrangements, conservation and restoration measures, protection and enforcement, monitoring, education and awareness, stakeholder engagement, ecotourism and recreation, prioritized actions, and associated costs, as well as boundary survey, spatial planning, economic and financial analysis, and stakeholder consultations; and
(b) implementing selected priority activities in protected areas for purposes of landscape management, including, inter alia: (i) remote and field-based monitoring with community participation; (ii) small-scale interpretation of protected area assets and attractions for visitors; (iii) restoration of degraded natural land-based habitats through small-scale afforestation and natural regeneration and conservation of wildlife grazing areas for key species; (iv) pilot measures to resolve human-wildlife conflicts in Tajik National Park such as pens to protect livestock from predators; and (v) preparation of management tools such as digital resource and digital thematic maps.

2.4. *Landscape Restoration and Livelihoods*

Provision of Subgrants to Beneficiaries (CIGs) for small scale crop land-based livelihood investment proposals that meet the criteria set forth in the Subgrants Manual ("Subprojects") and which apply climate smart crop production practices and technologies such as:

a) diversification of agricultural/horticultural crops;
b) improved crop varieties and biotechnology that reduce emissions;
c) adoption of water-efficient crops and varieties, and cultivation methods;
d) erosion control measures such as increasing vegetative cover along the sides of linear infrastructure such as roads and planting of shelterbelts;
e) harvesting and processing of different crops, including cooling and storage;
f) reduced tillage intensity and cover crops, crop rotation, perennial cropping systems, cultivation of deep rooting species;
g) higher inputs of organic matter to soil, processing and application of manure; and
h) small-scale community-based tourism activities around protected areas.

Part 3: Project Management and Coordination

Supporting the CEP to carry out Project implementation, including procurement, financial management, coordination, reporting, monitoring and evaluation, compliance with the Environmental and Social Standards, including related studies, attention to gender aspects and citizen engagement, through the financing of Operating Costs, Training, furniture, equipment and related goods for the CEP-IT and CEP district offices participating in the Project.

The Project implementation period is from May 17, 2022 to September 30, 2027.

2. PRESENTATION OF THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS

Basis of preparation

These project special purpose 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 special purpose financial statements consist of:

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash basis of accounting

Project special purpose 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. Project special purpose 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 special purpose 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 NBT, at the date of transaction.

All foreign exchange differences resulted from maturity or recounting 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. 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 IDA to the Project by direct payments, advances and reimbursements.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2024 comprise:

	Currency	December 31, 2024	December 31, 2023
Designated account	USD	1,780,191	2,155,069
Transit Account	TJS	3	1,373
Transit Account	TJS	2	2
		1,780,196	**2,156,444**

5. FUNDS RECEIVED

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

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Advances	8,531,280	6,113,339	14,644,619
Reimbursements	-	116,930	116,930
Direct payments	488,038	-	488,038
	9,019,318	**6,230,269**	**15,249,587**

In 2022, the Project received "Temporary Financial Assistance" from the Committee for Environmental Protection under the Government of the Republic of Tajikistan in three tranches: 500,000 somoni, 350,000 somoni, and 200,000 somoni, totaling 1,050,000 somoni, which was equivalent to **102,692 USD**.

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Other income			
Temporary Financial Assistance	-	-	102,692

In 2023, this previously received "Temporary Financial Assistance" was fully repaid in the amount of 1,050,000 somoni, which was equivalent to **96,208 USD** at the date of repayment. Due to exchange rate fluctuations, the actual repayment amount in USD differed from the initially received amount, affecting the final amount of "Exchange Rate Differences"

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Other expenses			
Return of Temporary financial assistance	-	102,692	102,692
Positive effect of exchange rate difference		(6,484)	(6,484)
	-	96,208	96,208

6. PROJECT EXPENSES

The Project expenses by parts 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:

(1) NON-CONSULTING SERVICES, GOODS, WORKS, TRAINING AND OPERATING COSTS

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Procurement of Seeds and Tree Saplings for Reforestation	1,120,568	-	1,120,568
Procurement of Machinery and Spare Parts	1,047,656	-	1,047,656
Expenses for Fencing of Forest Lands	742,348	-	742,348
Salaries for Staff and Consultants	298,180	166,926	513,199
Office and Building Repair Expenses	240,582	45,694	286,276
Procurement of Agricultural Machinery	192,250	-	192,250
Procurement of Equipment	167,800	-	167,800
Expenses for Map Development	31,770	-	31,770
Travel and Mission Expenses	29,045	9,780	38,825
Inventory of Livestock Routes and Allocation of New Pasturelands	24,771	-	24,771
Vehicle Maintenance Expenses	23,441	6,776	30,217
Taxes and Other Statutory Payments to the State Budget	21,710	64,945	107,376
Consulting Services	16,013	105,126	125,285
Scholarship Grants	15,850	1,356	17,206
Expenses for Purchasing Four-Wheel and Two-Wheel Motorcycles	10,319	-	10,319
Operational Expenses	7,501	100,591	108,092
Telecommunication Services	5,397	4,670	10,067
Procurement of Protective Workwear (Personal Protective Equipment)	5,172	-	5,172
Procurement of Greenhouses	3,682	-	3,682
Stationery and Other Material Supplies	3,417	7,335	12,103
Expenses for Organizing Seminars	2,603	3,840	6,443
Advertising and Promotion Expenses	2,178	1,839	4,056
Banking Services	2,110	596	2,770
Training and Capacity-Building Expenses	1,225	-	1,225
Procurement of Vehicles	-	1,158,660	1,158,660
Supply of Goods and Installation Services	-	242,745	242,745
Office Equipment Expenses	-	161,261	161,261
Acquisition of Mobile Office	-	133,666	133,666
Purchase of 1C Accounting Software	-	9,988	9,988
Representation Expenses	-	5,636	5,636
Others	5,933	-	5,933
	4,021,521	**2,231,430**	**6,327,365**

(2) CONSULTING SERVICES

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Supply of Goods and Installation Services	1,601,459	707,235	2,308,694
National Forest Inventory	147,679	-	147,679
Procurement of Vehicles	-	711,622	711,622
Salaries for Staff and Consultants	-	178,248	178,248
Office Equipment Expenses	-	145,847	145,847
Acquisition of Mobile Office	-	27,065	27,065
Consulting Services	-	590	590
Others	-	-	-
	1,749,138	**1,770,607**	**3,519,745**

(3) SUBGRANTS UNDER PARTS 2.1(C)(III), 2.2(C), 2.4

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Procurement of Agricultural Machinery	2,617,014	-	2,617,014
Goods and Equipment for Water Supply on Agricultural and Forest Lands	561,655	-	561,655
Expenses for Fencing of Forest Lands	236,598	-	236,598
Procurement of Seeds and Tree Saplings for Reforestation	128,179	-	128,179
Procurement of Electric Scooters	49,247	-	49,247
Procurement of Greenhouses	31,453	-	31,453
Others	-	-	-
	3,624,146	**-**	**3,624,146**
	9,394,805	**4,002,037**	**13,471,256**

Breakdown of project expenditures by components (parts) and sources of financing is presented as follows:

PART 1: STRENGTHEN INSTITUTIONS AND POLICIES AND REGIONAL COLLABORATION

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Procurement of Machinery and Spare Parts	832,704	-	832,704
Supply of Goods and Installation Services	800,045	110,003	910,048
Procurement of Equipment	167,800	-	167,800
Advertising and Promotion Expenses	111,552	-	111,552
Acquisition of Mobile Office	15,850	1,356	17,206
Vehicle Maintenance Expenses	14,097	-	14,097
Procurement of Protective Workwear (Personal Protective Equipment)	5,172	-	5,172
Office and Building Repair Expenses	5,010	-	5,010
Training and Capacity-Building Expenses	1,225	-	1,225
Consulting Services	18	-	18
Procurement of Vehicles	-	1,554,917	1,554,917
Salaries for Staff and Consultants	-	66,344	66,344
Office Equipment Expenses	-	27,065	27,065
Others	5,182	-	5,182
	1,958,655	**1,759,685**	**3,718,340**

PART 2: RESILIENT LANDSCAPES AND LIVELIHOODS

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Procurement of Agricultural Machinery	2,809,264	-	2,809,264
Procurement of Seeds and Tree Saplings for Reforestation	1,248,747	-	1,248,747
Expenses for Fencing of Forest Lands	978,946	-	978,946
Procurement of Vehicles	814,035	483,024	1,297,059
Goods and Equipment for Water Supply on Agricultural and Forest Lands	561,655	-	561,655
Procurement of Machinery and Spare Parts	212,791	-	212,791
National Forest Inventory	147,679	-	147,679
Scholarship Grants	129,030	-	129,030
Procurement of Electric Scooters	49,247	-	49,247
Purchase of 1C Accounting Software	43,846	-	43,846
Procurement of Greenhouses	35,135	-	35,135
Expenses for Map Development	31,770	-	31,770
Inventory of Livestock Routes and Allocation of New Pasturelands	24,771	-	24,771
Office and Building Repair Expenses	20,612	-	20,612
Expenses for Purchasing Four-Wheel and Two-Wheel Motorcycles	10,319	-	10,319
Telecommunication Services	2,611	-	2,611
Operational Expenses	296	-	296
Supply of Goods and Installation Services	-	279,513	279,513
Salaries for Staff and Consultants	-	242,745	242,745
Office Equipment Expenses	-	194,782	194,782
Acquisition of Mobile Office	-	108,159	108,159
Consulting Services	-	100,254	100,254
Others	-	-	-
	7,120,754	**1,408,477**	**8,529,231**

PART 3: PROJECT MANAGEMENT AND COORDINATION

	For the year ended December 31, 2024	For the year ended December 31, 2023	Cumulative
Salaries for Staff and Consultants	249,324	166,926	464,343
Office and Building Repair Expenses	20,830	7,366	28,196
Taxes and Other Statutory Payments to the State Budget	14,948	9,780	24,728
Expenses for Organizing Seminars	7,501	337	7,838
Stationery and Other Material Supplies	5,397	4,670	10,067
Purchase of 1C Accounting Software	3,417	7,335	12,103
Procurement of Vehicles	3,392	219,334	226,872
Vehicle Maintenance Expenses	2,603	3,840	6,443
Representation Expenses	2,178	1,839	4,056
Procurement of Machinery and Spare Parts	2,161	-	2,161
Telecommunication Services	1,796	596	2,456
Acquisition of Mobile Office	1,098	64,945	86,764
Supply of Goods and Installation Services	-	207,206	207,206
Office Equipment Expenses	-	78,383	78,383
Consulting Services	-	45,694	45,694
Operational Expenses	-	9,988	9,988
Travel and Mission Expenses	-	5,636	5,636
Others	751	-	751
	315,396	**833,875**	**1,223,685**
	9,394,805	**4,002,037**	**13,471,256**

7. DIRECT PAYMENTS PROCEDURES

For the year ended December 31, 2024, Direct payments were made from the IDA under Grant No. D972-TJ

Sources of financing	No. of Withdrawal application	Dated	Payment currency	Amount in payment currency	Paid Amount by category (in USD			
					(1) Non-consulting services, goods, works, Training and Operating Costs	(2) Consulting services	(3) Subgrants under Parts 2.1(c) (iii), 2.2(c), 2.4	Total amount in USD
Grant No. D972-TJ	TRLRP 09	19-Jul-2024	USD	180,755	-	180,755	-	180,755
Grant No. D972-TJ	TRLRP 12	02-Dec-2024	USD	307,283	-	307,283	-	307,283
Total				**488,038**	**-**	**488,038**	**-**	**488,038**

Below is the summary of IDA-financed total under the Direct Payment Procedure (from the beginning of the Project):

Reporting Year	Paid Amount by category			
	(1) Non-consulting services, goods, works, Training and Operating Costs	(2) Consulting services	(3) Subgrants under Parts 2.1(c) (iii), 2.2(c), 2.4	Total Amount in USD
2022	-	-	-	-
2023	-	-	-	-
2024	-	488,038	-	488,038
Total	**-**	**488,038**	**-**	**488,038**

8. STATEMENT OF EXPENDITURE (SOE) PROCEDURES

SOE procedure used by the Project to replenish funds to the Designated Account in accordance with the conditions of the Financing Agreement and World Bank Guidelines' requirements.

Summary data on funds reimbursed through SOE procedures for the period for the year ended December 31, 2024 are presented in the following table:

Total amount of Expenses (without DPs)	**8,906,766**
Unbilled expenses	1,855**
Total Amount reported under SOES	**8,904,911**
Less: expenditures not submitted to IDA on 31 December 2024	**(1,217,041)**
WA No.TRLRP 16	(1,217,041)*
Subtotal:	**7,687,870**
Of which: replenished to Designated Account	**8,531,280**
Less: Reimbursement of expenses for 2023 under:	**(843,410)**
WA No.TRLRP 07	(836,195)
WA No.TRLRP 10	(7,215)
Subtotal:	**7,687,870**
Difference	**-**

(*) The application "TRLRP 16" in the amount of USD 2,872,343, no actual funding has been received. According to the data provided by the client, the request includes expenses for 2024 in the amount of USD 1,217,041 and expenses for 2025 in the amount of USD 1,655,302.

(**) Expenditures not supported by documentation under the SOE procedure amount to USD 1,855

Information on the amount of funds financed by IDA under the Statement of Expenditures procedure for the reporting period is presented in the following table:

No. WA	Year	Expenses category			Total amount to be replenished	Total amount of replenishment of the Designated Account	Offset from advances
		(1) Non-consulting services, goods, works, Training and Operating Costs	(2) Consulting services	(3) Subgrants under Parts 2.1(c)(iii), 2.2(c), 2.4 of the Project			
TRLRP 07*1	2024	1,387,456	204,344	-	1,591,800	2,427,995	-
TRLRP 08	2024	1,085,521	234,509	-	1,320,030	1,320,030	-
TRLRP 10*2	2024	772,802	178,065	749,485	1,700,352	1,707,567	-
TRLRP 11	2024	6,528	-	1,264,821	1,271,349	1,271,349	-
TRLRP 13	2024	226,909	270,666	1,306,764	1,804,339	1,804,339	-
TRLRP 16*3	2025	544,132	370,126	302,783	1,217,041	-	-
	Total:	***4,023,348***	***1,257,710***	***3,623,853***	***8,904,911***	***8,531,280***	**-**

*(*1) The application "TRLRP 07" for the amount of 2,427,995 USD, which was actually replenished in 2024, contains SOE 2023 for the amount of 836,195 USD and SOE 2024 for the amount of 1,591,800 USD*

*(*2) The application "TRLRP 10" for the amount of 1,707,567 USD, which was actually replenished in 2024, contains SOE 2023 for the amount of 7,215 USD and SOE 2024 for the amount of 1,700,352 USD*

*(*3) The application "TRLRP 16" in the amount of USD 2,872,343, no actual funding has been received. According to the data provided by the client, the request includes expenses for 2024 in the amount of USD 1,217,041 and expenses for 2025 in the amount of USD 1,655,302.*

9. STATEMENT FINANCIAL POSITION

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

	December 31, 2024	December 31, 2023
ASSETS AND EXPENDITURES		
Cash and cash equivalents	1,780,196	2,156,444
Cumulative project expenditures	13,471,256	4,076,451
Return of Temporary Financial Assistance	96,208	96,208
Foreign exchange rate differences (gain)	3,047	3,047
Other expenses	1,572	811
TOTAL ASSETS AND EXPENDITURES	**15,352,279**	**6,332,961**
FINANCING		
Funds received	15,249,587	6,230,269
Temporary Financial Assistance	102,692	102,692
Foreign exchange rate differences (loss)	-	-
TOTAL FINANCING	**15,352,279**	**6,332,961**

10. WITHDRAWAL APPLICATIONS

Withdrawal applications for the period from January 1, 2024 to December 31, 2024 comprises:

Sources of financing	Applications	Value Date	Direct payments	Advances	Reimbursements	Amount in USD
Grant No. D9720-TAJ	TRLRP 07	09-Apr-2024	-	2,427,995	-	2,427,995
Grant No. D9720-TAJ	TRLRP 08	29-May-2024	-	1,320,030	-	1,320,030
Grant No. D9720-TAJ	TRLRP 09	19-Jul-2024	180,755	-	-	180,755
Grant No. D9720-TAJ	TRLRP 10	30-Aug-2024	-	1,707,567	-	1,707,567
Grant No. D9720-TAJ	TRLRP 11	30-Aug-2024	-	1,271,349	-	1,271,349
Grant No. D9720-TAJ	TRLRP 12	02-Dec-2024	307,283	-	-	307,283
Grant No. D9720-TAJ	TRLRP 13	02-Dec-2024	-	1,804,339	-	1,804,339
Total:			**488,038**	**8,531,280**	**-**	**9,019,318**

11. STATEMENT OF DESIGNATED ACCOUNT

Statement of designated account for the period from January 1, 2024 to December 31, 2024 comprises:

Designated accounts	**Grant No. D972-TJ**
Currency	US Dollars
Bank account	20206840101000172401
Bank	CJSC "Investment and Credit Bank, Tajikistan"
Bank's location	Dushanbe, Republic of Tajikistan

	US Dollars
Balance as at January 1, 2024	**2,155,069**
Advances	8,531,280
Total funds received	**8,531,280**
Transfer between accounts	8,902,690
Expenditures paid	3,392
Bank services	76
Balance as at December 31, 2024	**1,780,191**

12. UNDRAWN FUNDS

As at December 31, 2024 undrawn funds are presented as follows:

	Grant No. D972-TJ In SDR	Grant No. D972-TJ In USD
Approved grant amount	32,200,000	42,480,464
Disbursed from the beginning of the project to December 31, 2024	11,457,945	15,249,587
Historical forex between SDR and USD	-	*299,845*
Undrawn financing amount	**20,742,055**	**27,530,722**

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.

As at December 31, 2024 the Project had following commitments:

Counterparty	Contract No.	Currency contract	Remaining Contract Value (In USD)
State Unitary Enterprise "Aerogeodesy"	TRLRP-CS-QCBS-01	USD	1,329,111
LLC "Abubakri Dilshod"	TRLRP-G-T-1024	TJS	755,470
LLC "Dovudi Khayr"	TRLRP-W-02 Lot 2	TJS	185,780
LLC "Inshoot Sokhtmonsaz"	W-0424-01 Lot 1	TJS	173,596
LLC "Dovudi Khayr"	TRLRP-W-02 Lot 3	TJS	151,471
LLC "Inshoot Sokhtmonsaz"	W-0424-03 Lot 3	TJS	147,745
LLC "Inshoot Sokhtmonsaz"	W-0424-02 Lot 2	TJS	143,975
Partners for Development and Agroecology "ZARZAMIN"	TRLRP-CS-CQS-15	USD	107,339
Tajik Branch of the Regional Environmental Centre for Central Asia	TRLRP-CS-CQS-08E	USD	88,003
LLC "EnergoStroy"	G-PUU-0124, LOT 3	TJS	81,951
LLC "EnergoStroy"	G-PUU-0124, LOT 2	TJS	67,793
LLC "Dilofruz"	TRLRP-W-01 LOT 5	TJS	56,002
LLC "Cadastre and GS"	TRLRP-NC-PUU-24	TJS	49,504
LLC "Dilofruz"	TRLRP-W-01 LOT 3	TJS	44,105
LLC "Sohil K"	TRLRP-G-CIG-P-G-2.4-0824 Lot 4	TJS	31,428
JSC "Agrotechservice"	TRLRP-G-18-2	TJS	27,575
LLC "Interproject"	TRLRP-CS-CQS-D-A-M-24	TJS	26,119
LLC "Megaplast"	TRLRP-G-PUU-CIG-2-0824 Lot 2	TJS	21,485
LLC "Dovudi Khayr"	TRLRP-W-02 Lot-1	TJS	18,406
LLC "Dilofruz"	TRLRP-W-01 LOT 4	TJS	16,688
LLC "Megaplast"	TRLRP-G-CIG-P-G-2.4-0824 Lot 2	TJS	11,855
LLC "Dilofruz"	TRLRP-W-01 LOT 1	TJS	7,624
LLC "Megaplast"	TRLRP-G-CIG-P-G-2.4-0824 Lot 1	TJS	7,317
LLC "Bunyodkori-Somon"	TRLRP-W-01 LOT 6	TJS	3,610
LLC "Megaplast"	TRLRP-G-PUU-CIG-2-0824 Lot 1	TJS	3,570

14. LEGAL CASES

There were no any legal claims related to the Project.

15. EVENTS AFTER THE REPORTING DATE

There were no significant events or transactions as of the date of issuance of the special financial statements of the project.