Dear Mr. Kuchkarov:

I refer to the Loan Agreement between the Republic of Uzbekistan (the “Borrower”) and the International Bank for Reconstruction and Development (the “Bank”) for the above-referenced Project. The General Conditions, as defined in the Loan Agreement, provide that the Borrower may from time to time request withdrawals of Loan Amounts from the Loan Account in accordance with the Disbursement and Financial Information Letter, and such additional instructions as the Bank may specify from time to time by notice to the Borrower. The General Conditions also provide that the Disbursement and Financial Information Letter may set out Project specific financial reporting requirements. This letter constitutes such Disbursement and Financial Information Letter (“DFIL”) and may be revised from time to time.

I. Disbursement Arrangements, Withdrawal of Loan Funds, and Reporting on Uses of Loan Funds


(i) Disbursement Arrangements

The table in Schedule 1 sets out the disbursement methods which may be used by the Borrower, information on registration of authorized signatures, processing of withdrawal applications (including minimum value of applications and processing of advances), instructions on supporting documentation, and frequency of reporting on the Designated Account.

(ii) Electronic Delivery. Section 10.01 (c) of the General Conditions:

The Borrower will electronically deliver applications (with supporting documents) through the Bank’s web-based portal (https://clientconnection.worldbank.org) “Client Connection”. This facility will become available once: (a) the Borrower has designated in writing, its officials who are authorized to sign and deliver Applications and to receive Secure Identification Credentials (“SIDC”) from the Bank for the purpose of delivering such Applications by electronic means; and (b) all such officials designated by the Borrower have registered as users of “Client Connection”. The designated officials will deliver Applications electronically by completing the Form 2380, which is accessible through “Client Connection”. By signing the Authorized Signatory Letter, the Borrower confirms that it is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents.
to the Bank by electronic means. The Borrower may exercise the option of preparing and delivering Applications in paper form on an exceptional basis (including when encountering legislative limitations), and when pre-agreed with the Bank. The Bank reserves the right and may, in its sole discretion, temporarily or permanently disallow the electronic delivery of Applications by the Borrower. By designating officials to use SIDC and by choosing to deliver the Applications electronically, the Borrower confirms through the authorized signatory letter its agreement to: (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation, available in the Bank's public website at https://worldbank.org and “Client Connection”; and (b) to cause such official to abide by those terms and conditions.

II. Financial Reports and Audits

(i) Financial Reports. The Borrower, through the Agency for the Implementation of Projects in the Field of Agroindustry and Food Security, shall prepare and furnish to the Bank not later than forty-five (45) days after the end of each calendar quarter, starting from the quarter when the disbursements begin, interim unaudited financial reports (IFRs) for the Project covering the quarter, in form and substance satisfactory to the Bank.

(ii) Project Audits. The Borrower, through the Agency for the Implementation of Projects in the Field of Agroindustry and Food Security, shall have the Project Financial Statements periodically audited by independent auditors acceptable to the Bank, in accordance with consistently applied auditing standards acceptable to the Bank. Each audit of the Project Financial Statements shall cover the period of one fiscal year of the Borrower. The audited Project Financial Statements for each such period shall be (a) furnished to the Bank not later than six (6) months after the end of such period, and (b) made publicly available in a timely fashion and in a manner acceptable to the Bank.

III. Other Information

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Bank’s website (http://www.worldbank.org/) and “Client Connection”. The Bank recommends that you register as a user of “Client Connection”. From this website you will be able to prepare and deliver Applications, monitor the near real-time status of the Loan, and retrieve related policy, financial, and procurement information. For more information about the website and registration arrangements, or if you have any queries in relation to the above, please contact the Bank by email at askloans@worldbank.org.

Yours sincerely,

[Signature]

Authorized Representative
Attachments
1. Form of Authorized Signatory Letter
2. Forms of Statement of Expenditure (SOE)
3. Form of Designated Account Reconciliation Statement
4. Form of a Request for Tranche Payment

Cc with copies: Agency for the Implementation of Projects in the Field of Agroindustry and Food Security

Ministry of Investment and Foreign Trade (MIFT)
### Schedule 1: Disbursement Provisions

#### Basic Information

<table>
<thead>
<tr>
<th>Loan Number</th>
<th>IBRD 8938-UZ</th>
<th>Country</th>
<th>Closing Date</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>Republic of Uzbekistan</td>
<td></td>
<td>Section III.B.2. of Schedule 2 to the Loan Agreement</td>
</tr>
</tbody>
</table>

#### Disbursement Methods and Supporting Documentation

<table>
<thead>
<tr>
<th>Disbursement Methods (Section 2 **)</th>
<th>Methods</th>
<th>Supporting Documentation (Subsections 4.3 and 4.4 **)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct Payment</td>
<td>Yes</td>
<td>Copy of records (e.g. suppliers’ invoices, guarantees for advance and retention payments, etc.). Special requirements for category (3) direct payments are provided in the Additional Information/Instructions section further below.</td>
</tr>
<tr>
<td>Reimbursement</td>
<td>Yes</td>
<td>Statement of Expenditure (SOE) in the formats provided in Attachment 2 of the DFIL.</td>
</tr>
<tr>
<td>Designated Account</td>
<td>Yes</td>
<td>Statement of Expenditure (SOE) in the formats provided in Attachment 2 of the DFIL; Designated Account Reconciliation Statement in the format provided in Attachment 3 of the DFIL.</td>
</tr>
<tr>
<td>Special Commitments</td>
<td>Yes</td>
<td>Copy of Letter of Credit</td>
</tr>
</tbody>
</table>

#### Designated Account (Sections 5 and 6 **) 

<table>
<thead>
<tr>
<th>Type</th>
<th>Ceiling</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Segregated – an account to be opened specifically for this Loan’s proceeds</td>
<td>Fixed</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Financial Institution - Name</th>
<th>Currency</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>To be established at a financial institution acceptable to the Bank</td>
<td>USD</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Frequency of Reporting (Subsection 6.3 **)</th>
<th>Amount</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Quarterly, or more frequently if needed</td>
<td>Up to 15,000,000</td>
<td></td>
</tr>
</tbody>
</table>

#### Minimum Value of Applications (Subsection 3.5)

The minimum value of applications for Reimbursement, Direct Payment and Special Commitment is USD 500,000 equivalent.

**Authorized Signatures (Subsection 3.1 and 3.2 **) The form for Authorized Signatories Letter is provided in Attachment 1 of this letter **

**Withdrawal and Documentation Applications (Subsection 3.3 and 3.4 **)**

The World Bank
Radnicka cesta 80, 9th floor
Zagreb, HR-10000, Croatia
Attention: Loan Department (WFACS)

**Note:** All Withdrawal and Documentation Applications will be electronically delivered to the Bank, via the Bank’s website Client Connection.
Disbursement arrangements for category (3) Capitalization of the State Fund for Support of Entrepreneurship Development (SFSD) - part 2 (b) (i)

Loan proceeds allocated to this category part of the Project will be disbursed as follows:

b) Loan proceeds would be transferred directly from the loan account to the account of the SFSD.

The above-mentioned tranche would be disbursed to the SFSD in the following manner:

1. Withdrawal application for direct payment to SFSD, signed by the authorized signatory/ies of the Loan, and following documents:
   a) Request for the tranche payment, signed by the official representative of SFSD, in the format provided in the Attachment 4 of the DFI.
Attachment 1 – Form of Authorized Signatory Letter

[Letterhead]
[Borrower]
[Street address]
[City] [Country]

The World Bank
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Attention: [Country Director]

Re: IBRD Loan 8938-UZ
(Ferghana Valley Rural Enterprise Development Project)

I refer to the Loan Agreement ("Agreement") between the International Bank for Reconstruction and Development (the "Bank") and the Republic of Uzbekistan (the "Borrower"), dated ______, providing the above Loan. For the purposes of Section 2.03 of the General Conditions as defined in the Agreement, any [one] of the persons whose authenticated specimen signatures appear below is authorized on behalf of the Borrower to sign applications for withdrawal [and applications for a special commitment] under this Loan.

For the purpose of delivering Applications to the Bank, [each] of the persons whose authenticated specimen signatures appears below is authorized on behalf of the Borrower, acting [individually] [jointly], to deliver Applications, and evidence in support thereof on the terms and conditions specified by the Bank.

This confirms that the Borrower is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Bank by electronic means. In full recognition that the Bank shall rely upon such representations and warranties, including without limitation, the representations and warranties contained in the Terms and Conditions of Use of Secure Identification Credentials in connection with Use

---

1 Instruction to the Borrower: Stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. Please delete this footnote in final letter that is sent to the Bank.

2 Instruction to the Borrower: Stipulate if more than one person needs to jointly sign Applications, if so, please indicate the actual number. Please delete this footnote in final letter that is sent to the Bank.

3 Instruction to the Borrower: Use this bracket if any one of the authorized persons may sign; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Bank.

4 Instruction to the Borrower: Use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete. Please delete this footnote in final letter that is sent to the Bank.
of Electronic Means to Process Applications and Supporting Documentation ("Terms and Conditions of Use of SIDC"), the Borrower represents and warrants to the Bank that it will cause such persons to abide by those terms and conditions.

This Authorization replaces and supersedes any Authorization currently in the Bank records with respect to this Agreement.

[Name], [position]  Specimen Signature: __________________
[Name], [position]  Specimen Signature: __________________
[Name], [position]  Specimen Signature: __________________

Yours truly,

/ signed /

[Position]
Attachment 2 – Forms of Statement of Expenditure

Statement of Expenditure (SOE)
For
Goods, Works, Services, Training, Operating Costs

Payments made during the period from ___________ to ___________

<p>| | | | | | | | | | |</p>
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<tbody>
<tr>
<td>1</td>
<td>2</td>
<td>3</td>
<td>4</td>
<td>5</td>
<td>6</td>
<td>7</td>
<td>8</td>
<td>9</td>
<td>10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Supplier’s Name</td>
<td>Type of Good or Service (CW/GO/CS/OP/TR) / Brief Description</td>
<td>Currency and Total Amount, and Date of Contract</td>
<td>Currency and Total Amount of Invoice Covered by Application</td>
<td>% Financed by IBRD/IDA/TF</td>
<td>Amount Eligible for Financing (5 x 6)</td>
<td>Currency and Amount Paid from Designated Account (if Applicable)</td>
<td>Exchange Rate</td>
</tr>
<tr>
<td></td>
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Supporting documents for this SOE retained at ____________________________ (location)
# Statement of Expenditure - SOE for
Grants and Subsidiary Loans

<table>
<thead>
<tr>
<th>1</th>
<th>2</th>
<th>3</th>
<th>4</th>
<th>5</th>
<th>6</th>
<th>7</th>
<th>8</th>
<th>9</th>
<th>10</th>
<th>11</th>
</tr>
</thead>
<tbody>
<tr>
<td>Name or Number of Grant/Sub-loan</td>
<td>Name of Benefic. Grant/Sub-loan</td>
<td>Code of Currency of Grant/Sub-loan</td>
<td>Amount of Grant/Sub-loan</td>
<td>Date of Grant/Sub-loan</td>
<td>Amounts paid in this Application</td>
<td>% Financed by IBRD</td>
<td>Amount requested in this Application (Col 6 x 7)</td>
<td>Rate of Exchange</td>
<td>Date of Withdrawal from DA</td>
<td>US$ Amount withdrawn from DA</td>
</tr>
<tr>
<td>12-Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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</tr>
</tbody>
</table>
Attachment 3 – Form of Designated Account Reconciliation Statement

DESIGNATED ACCOUNT RECONCILIATION STATEMENT

LOAN/CREDIT/PPF/COFINANCIER NUMBER _________________________________
ACCOUNT NUMBER ___________________ WITH (BANK) _________________________________

1. TOTAL ADVANCED BY WORLD BANK (OR COFINANCIER) US$/EUR

2. LESS: TOTAL AMOUNT RECOVERED BY WORLD BANK - US$/EUR

3. EQUALS PRESENT OUTSTANDING AMOUNT ADVANCED TO
   THE DESIGNATED ACCOUNT (NUMBER 1 LESS NUMBER 2) = US$/EUR

4. BALANCE OF DESIGNATED ACCOUNT PER ATTACHED BANK
   STATEMENT AS OF DATE _________________________________ US$/EUR

5. PLUS: TOTAL AMOUNT CLAIMED IN THIS
   APPLICATION NO. _________________________________ + US$/EUR

6. PLUS: TOTAL AMOUNT WITHDRAWN AND NOT YET CLAIMED
   REASON: _________________________________ + US$/EUR

7. PLUS: AMOUNTS CLAIMED IN PREVIOUS APPLICATIONS
   NOT YET CREDITED AT DATE OF BANK STATEMENTS

   APPLICATION NO. AMOUNT
   _________________________________ _________________________________
   _________________________________ _________________________________

   SUBTOTAL OF PREVIOUS
   APPLICATIONS NOT YET CREDITED + US$/EUR

8. MINUS: INTEREST EARNED - US$/EUR

9. TOTAL ADVANCE ACCOUNTED FOR (NO. 4 THROUGH NO. 9) = US$/EUR

10. EXPLANATION OF ANY DIFFERENCE BETWEEN THE TOTALS APPEARING ON LINES 3 AND 9:

   ________________________________________________________________

11. DATE: _________________________________ SIGNATURE: _________________________________

   TITLE: _________________________________
The World Bank  
1818 H Street, N.W.  
Washington, D.C. 20433  
United States of America  

Attention: [Country Director]

Subject: Re: IBRD Loan ________-
Ferghana Valley Rural Enterprise Development Project
Request for tranche payment

Dear Sir/Madam,

We refer to the Loan Agreement ("Agreement") between the International Bank for Reconstruction and Development (the "Bank") and the Republic of Uzbekistan (the "Borrower"), dated ______, providing the above Loan.

In accordance with the provisions of the Disbursement and Financial Information Letter for the said Loan, to support the implementation of the above Project and to facilitate the achievement of its objectives, we request the [first/second] tranche payment in the amount of [insert amount].

We request that the tranche be disbursed in [currency] to the following account:

| Beneficiary name: |  |
| Beneficiary bank: |  |
| Account name (if different from Beneficiary name): |  |
| Account number: |  |
| Swift BIC code: |  |
| Intermediary bank: |  |
| Intermediary bank account number: |  |

Sincerely,

[insert Name, and Position]

---

5 To be signed by the official representative of the SFSED.