Ministry of Finance of the Republic of Belarus

Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise

Special purpose Financial Statements on the Project “Improving Efficiency and Transparency of the Public Finance Management System in Belarus” TF015275 for the period from January 1, 2016 to July 5, 2017
CONTENTS

STATEMENT ON MANAGEMENT'S RESPONSIBILITY FOR PREPARATION AND APPROVAL OF THE SPECIAL PURPOSE FINANCIAL STATEMENTS ON THE PROJECT FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017 ........................................................................................................... 3

INDEPENDENT AUDITORS' OPINION .............................................................................. 4

GRANT SOURCES AND USES OF FUNDS STATEMENT FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017 ........................................................................................................... 7

USES OF FUNDS STATEMENT FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017 ........ 8

DESIGNATED ACCOUNT STATEMENT FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017 ......................................................................................................................... 9

TRANSIT ACCOUNT STATEMENT FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017 .... 10

SOE WITHDRAWAL SCHEDULE FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017...... 11

NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017 ........................................................................................................... 12
STATEMENT ON MANAGEMENT'S RESPONSIBILITY FOR PREPARATION AND APPROVAL OF THE SPECIAL PURPOSE FINANCIAL STATEMENTS ON THE PROJECT FOR THE PERIOD FROM JANUARY 1, 2016 TO JULY 5, 2017

The Management of Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise ("the Enterprise") is responsible for preparation of the Special purpose Financial Statements on the Project "Improving Efficiency and Transparency of the Public Finance Management System in Belarus" ("the Project") being implemented by the Enterprise. The Special purpose Financial Statements present fairly in all material respects the financial position of the Enterprise as at July 5, 2017, as well as all funds of the Project received and used for the period from January 1, 2016 to July 5, 2017 in accordance with International Public Sector Accounting Standards (IPSAS).

While preparing the Special purpose Financial Statements on the Project the Management of Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise ("the Management") is responsible for:

- adequate choice and application of accounting policies' principles;
- presentation of information including accounting policies in a form which ensures relevance, reliability, comparability and transparency of such information;
- compliance with the requirements of IPSAS and disclosure of all significant deviations from IPSAS in the Notes to the Special purpose Financial Statements on the Project.

The Management is also responsible for:

- developing, implementing and maintaining of effective and reliable internal control system on the Project;
- maintenance of accounting records in a form which can reveal and explain the transactions under the Project, provide information of sufficient accuracy on financial position of the Project at any date and ensure compliance with IPSAS;
- taking all possible reasonable steps to safeguard the assets under the Project and
- preventing and detecting facts of financial and other irregularities.

These Special purpose Financial Statements on the Project for the period from January 1, 2016 to July 5, 2017 were approved by Mr. Maksim L. Yermalovich, First Deputy Minister of the Ministry of Finance of the Republic of Belarus on August 14, 2017.

On behalf of the Management:

Yuriy N. Zdanevich  
Director

Olga E. Sinishina  
Chief Accountant
Independent auditors' opinion

To: the Ministry of Finance of the Republic of Belarus, Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise, the Management of the Project “Improving Efficiency and Transparency of the Public Finance Management System in Belarus”

Opinion

We have audited the Special purpose Financial Statements of the Project “Improving Efficiency and Transparency of the Public Finance Management System in Belarus”, financed by the International Bank for Reconstruction and Development (“IBRD”) in accordance with Loan Agreement TF015275 of April 8, 2014 between the Republic of Belarus and IBRD ("the Agreement"). These Special purpose Financial Statements are comprised of: Grant Sources and Uses of Funds Statement; Uses of Funds Statement; Designated Account Statement; Transit Account Statement; SOE Withdrawal Schedule as at July 5, 2017 and for the period from January 1, 2016 to July 5, 2017, and notes to the Special purpose Financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying Special purpose Financial Statements on the Project present fairly in all material respects the financial position of the Project as at July 5, 2017, as well as funds of the Project received and used for the period from January 1, 2016 to July 5, 2017 in accordance with International Public Sector Accounting Standard “Financial Reporting under the Cash Method of Accounting” developed by the International Public Sector Accounting Standards Board of the International Federation of Accountants.

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 Special purpose Financial Statements on the Project” section of this report. We are independent of the Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise in accordance with the Code of Ethics for Professional Accountants developed by the International Ethics Standards Board for Accountants (“IESBA”), and we have fulfilled our ethical responsibilities in accordance with IESBA. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Restriction on distribution and use

This report is intended solely for the use of the Ministry of Finance of the Republic of Belarus, Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise for presentation of information to the IBRD on the funds received and used upon the Project. This report is not intended for the use of third parties, and we do not bear any responsibility or liability to any other parties except the Ministry of Finance of the Republic of Belarus and Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise in respect of this report. In case of taking a decision by the third parties related to the contents of this report, the third parties are liable for such decisions.

Direct tel/fax +375 (17) 262 5223
E-mail fbk@fbk.by | www.fbk.by
FBK-Bel LLC | Logisky highway 22A, office 201 | Minsk | 220090 | Belarus

FBK-Bel LLC is a member firm of the PKF International Limited family of legally independent firms and does not accept any responsibility or liability for the actions or inactions of any individual member or correspondent firm or firms.
Responsibilities of the Management for the Special purpose Financial Statements on the Project

The Management of the Project is responsible for preparation and fair presentation of the specified Special purpose Financial Statements in accordance with International Public Sector Accounting Standard “Financial Reporting under the Cash Method of Accounting” developed by the International Public Sector Accounting Standards Board of the International Federation of Accountants, and for the internal control system that the Management consider necessary for preparation of financial statements that are free material misstatement, whether due to fraud or error.

Auditor’s Responsibilities for the Audit of the Special purpose Financial Statements on the Project

Our objective is to obtain reasonable assurance about whether the Special purpose Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on basis of the Special purpose Financial Statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the Special purpose Financial Statements whether due to fraud or error; design and perform audit procedures responsive to those risks; 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 system, 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 internal control system;
- evaluate the appropriateness of accounting policy used and the reasonableness of accounting estimates and related disclosures made by the Management;
- evaluate the presentation of the Special purpose Financial Statements as a whole, its structure and contents, including disclosure of information, as well as whether the Special purpose Financial Statements present the underlying operations and events in a manner that ensures their reliable representation.

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.

Director of FBK-Bel LLC
August 22, 2017

A.G. Reneisky
Audited organisation:
Data-Processing Center of the Ministry of Finance of the Republic of Belarus Republican Unitary Enterprise (Data-Processing Center of the Ministry of Finance of the Republic of Belarus UE);
17 Kalvariyskaya st., Minsk, 220004, Republic of Belarus;
State registration: was registered by Minsk Municipal Executive Committee on June 30, 2000 in the Unified State Register of legal entities and individual entrepreneurs under # 100049849;
Taxpayer's identification number - 100049849.

Audit organisation:
FBK-Bel Limited Liability Company (FBK-Bel LLC);
office 201, 22A Logoisky highway, Minsk, 220090, Republic of Belarus;
State registration: was registered by Minsk Municipal Executive Committee on February 6, 2009 in the Unified State Register of legal entities and individual entrepreneurs under #690398039;
Taxpayer's identification number - 690398039.
### Opening Cash Balances / Остаток денежных средств на начало периода

<table>
<thead>
<tr>
<th>Reporting period / Отчетный период</th>
<th>Cumulative from effectiveness / Статистика с даты начала реализации проекта</th>
<th>TOTAL PER GA / Итого</th>
</tr>
</thead>
<tbody>
<tr>
<td>Designated account - Grant funds / Специальный выделенный счет - Средства гранта</td>
<td>4,830,23</td>
<td>0,00</td>
</tr>
<tr>
<td>Transit account - Grant funds / Транзитный счет - Средства гранта</td>
<td>56,37</td>
<td>0,00</td>
</tr>
<tr>
<td>Total opening cash balance / Итого остаток денежных средств на начало периода</td>
<td>4,886,60</td>
<td>0,00</td>
</tr>
</tbody>
</table>

### Sources of funds / Источники средств

| TF01527 | 983,879,56 | 1,118,641,69 | 1,118,641,69 |
| Refund to IBRD from DA during the period / Возврат средств со специального выделенного счета на счет Гранта | -821,35 | -821,35 | |
| Other / Другие | 0,00 | 0,00 | 0,00 |
| Total Financing / Итого по источникам средств | 983,058,60 | 1,117,820,60 | 1,117,820,60 |

### Less: Expenditures by Components / Расходы по компонентам

| Component 1: Development of the strategy of PFM reform and its implementation plan / Компонент 1: Разработка стратегии реформирования ГЧС и плана реализации | 352,981,17 | 357,239,60 | 357,239,60 |
| Component 2: Development of design of FMIS / Компонент 2: Разработка дизайна ИСУГ | 445,146,36 | 447,186,27 | 447,186,27 |
| Component 3: Capacity development for project management / Компонент 3: Развитие потенциала для управления проектами | 186,717,67 | 309,894,73 | 309,894,73 |
| Total Expenditures / Итого расходы по компонентам | 944,445,20 | 1,114,320,60 | 1,114,320,60 |

### Interest earned / Проценты банка

| 0,00 |

### Closing Cash Balances per Bank Statements / Остаток денежных средств на конец отчетного периода по банковским выпискам

| Designated account - IBRD loan / Специальный выделенный счет - IBRD кредит | 3,500,00 | 3,500,00 | 3,500,00 |
| Transit account - Grant funds / Транзитный счет - Средства гранта | 0,00 | 0,00 | 0,00 |
| Total closing Cash Balances / Итого остаток денежных средств на конец периода | 3,500,00 | 3,500,00 | 3,500,00 |

### Calculated account closing balance / Расчетный остаток счета на конец отчетного периода

| 3,500,00 | 3,500,00 | 3,500,00 |

Agreed by / Согласовано:

Deputy Minister of Finance of the Republic of Belarus / Заместитель Министра финансов Республики Беларусь

Head of the Department of Financial, Economic Activity and Accounting of the Ministry of Finance of the Republic of Belarus / Начальник Управления финансов, учета и отчетности Министерства финансов Республики Беларусь

Head of the Department for Prospective Development of the Ministry of Finance of the Republic of Belarus / Начальник Управления перспективного развития Министерства финансов Республики Беларусь

Director of RUE "Data-Processing Center of the Ministry of Finance of the Republic of Belarus" / Директор УП "НЦИ МФ Республики Беларусь"

Head Of Accounting Department of RUE "Data-Processing Center of the Ministry of Finance of the Republic of Belarus" / Главный бухгалтер УП "НЦИ МФ Республики Беларусь"

---

Mr. Yuriy M. Seliverstov / Ю.М. Селиверстов
Ms. Larissa A. Ermakova / Л.А. Ермакова
Mr. Andrey A. Narchuk / А.А. Нарчук
Mr. Yuriy N. Zdanovich / Ю.Н. Зданович
Ms. Olga E. Siniashina / О.Е. Синиашина
<table>
<thead>
<tr>
<th>Component</th>
<th>Description</th>
<th>Total Amount</th>
<th>Current quarter/Expenditure</th>
<th>Cumulative to date/Expenses</th>
<th>Amount payable at the reporting date</th>
<th>Total payments still to be made/Ostotak</th>
<th>Project expenditures/Расходы проекта</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.1</td>
<td>Consulting services to draft a Concept and a detailed plan for convergence of national public sector accounting and reporting system with the International Public Sector Accounting Standards (IPSAS) and development of the Conceptual Design of a Uniform chart of accounts in the public sector, integrated with budget classification</td>
<td>358,173.00</td>
<td>356,581.17</td>
<td>357,239.60</td>
<td>0.00</td>
<td>933.40</td>
<td>933.40</td>
</tr>
<tr>
<td>1.2</td>
<td>Technical assistance of the Ministry of Finance of the Republic of Belarus to improve budget execution through the Treasury</td>
<td>241,680.00</td>
<td>241,680.00</td>
<td>241,680.00</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>2.1</td>
<td>Consulting services for the development of a high-level information system design 2.1. Consultative services for development of an electronic account information system (EIAS)</td>
<td>462,344.00</td>
<td>445,146.36</td>
<td>447,186.27</td>
<td>0.00</td>
<td>5,167.73</td>
<td>5,167.73</td>
</tr>
<tr>
<td>3.1</td>
<td>Procurement consultant services under the project 3.1. Consultative services for procurement</td>
<td>389,483.00</td>
<td>386,717.67</td>
<td>390,894.73</td>
<td>0.00</td>
<td>79,888.27</td>
<td>79,888.27</td>
</tr>
<tr>
<td>3.2</td>
<td>Financial management consultant services under the project 3.2. Consultative services for financial management</td>
<td>44,715.00</td>
<td>29,179.98</td>
<td>43,374.54</td>
<td>0.00</td>
<td>1,340.46</td>
<td>1,340.46</td>
</tr>
<tr>
<td>3.3</td>
<td>ICT consultant (hardware/3.3) Consultative services for organization of ICT services (safety—security)</td>
<td>32,515.00</td>
<td>16,119.45</td>
<td>30,629.63</td>
<td>0.00</td>
<td>1,688.37</td>
<td>1,688.37</td>
</tr>
<tr>
<td>3.4</td>
<td>Project audit / Audits of projects</td>
<td>3,000.00</td>
<td>3,000.00</td>
<td>3,000.00</td>
<td>0.00</td>
<td>3,000.00</td>
<td>3,000.00</td>
</tr>
<tr>
<td>3.5</td>
<td>Accounting Software 3.5. Modification for project needs 3.5. Preparation of the Business plan for the project</td>
<td>1,952.34</td>
<td>0.00</td>
<td>1,952.34</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>3.6</td>
<td>Workshops, conferences and media communication 3.6. Seminars, conferences and press-meetings</td>
<td>247,087.66</td>
<td>107,688.72</td>
<td>179,422.75</td>
<td>0.00</td>
<td>67,664.91</td>
<td>67,664.91</td>
</tr>
<tr>
<td>3.7</td>
<td>Operating expenses 3.7. Operating expenses</td>
<td>12,550.00</td>
<td>10,127.43</td>
<td>10,953.78</td>
<td>0.00</td>
<td>1,596.22</td>
<td>1,596.22</td>
</tr>
<tr>
<td></td>
<td>Total Project Component 3</td>
<td>389,483.00</td>
<td>186,717.67</td>
<td>309,094.73</td>
<td>0.00</td>
<td>79,888.27</td>
<td>79,888.27</td>
</tr>
<tr>
<td>Total Project Expenditure/Итого расходы проекта</td>
<td>1,200,000.00</td>
<td>984,445.20</td>
<td>1,114,320.60</td>
<td>0.00</td>
<td>85,679.40</td>
<td></td>
<td>85,679.40</td>
</tr>
</tbody>
</table>

Agreed by / Согласовано:
Deputy Minister of Finance of the Republic of Belarus/ Заместитель Министра финансов Республики Беларусь
Mr. Yuriy M. Salivertov/Ю.М. Саливертов
Ms. Lariya A. Ermakova/Л.А. Емрахова
Ms. Olga E. Sinishina/О.Е. Синишина

Head of the Department of Financial, Economic Activity and Accounting of the Ministry of Finance of the Republic of Belarus/ Начальник Управления финансов, учета и отчетности Министерства финансов Республики Беларусь
Mr. Andrey A. Naredukh/А.А. Наредух
Mr. Yuriy N. Zdanovich/Ю.Н. Зданович

Head of the Department for Prospective Development of the Ministry of Finance of the Republic of Belarus/ Начальник Управления перспективного развития Министерства финансов Республики Беларусь
Mr. Maksim L. Yermalovich/М.Л. Ярмаловіч

Head of Accounting Department of RUE “Data-Processing Center of the Ministry of Finance of the Republic of Belarus”/ Главный бухгалтер УП “ИВЦ Минфина”

Approved by / Утверждено:
First Deputy Minister of Finance of the Republic of Belarus/ Первый заместитель Министра финансов Республики Беларусь
Mr. Maksim L. Yermalovich/М.Л. Ярмаловіч

Translation of/ Перевод на:
Mr. Yuriy M. Salivertov/Ю.М. Саливертов

Translation of/ Перевод на:
Mr. Andrey A. Naredukh/А.А. Наредух
Mr. Yuriy N. Zdanovich/Ю.Н. Зданович

Translation of/ Перевод на:
Ms. Lariya A. Ermakova/Л.А. Емрахова
Ms. Olga E. Sinishina/О.Е. Синишина
### Designated Account Statement

**Designation:** TF015275  
**Purpose:** for the period from 01/01/2016 to 05/07/2017  
**Period Covered:** 01/01/2016 to 05/07/2017  
**Currency:** USD

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening balance as of 01.01.2016/Открытие остатка на 01.01.2016</td>
<td>01.01.2016</td>
</tr>
<tr>
<td>Advance of Grant funds during the period/Сумма средств, поступивших в счет</td>
<td>4,380,23</td>
</tr>
<tr>
<td>of Grant funds during the period/Средства, поступившие за период</td>
<td>202,000.00</td>
</tr>
<tr>
<td>Amount of eligible expenditures paid during the present period/Сумма</td>
<td>96,309.69</td>
</tr>
<tr>
<td>special expenditures paid during the period/Специальные расходы</td>
<td></td>
</tr>
<tr>
<td>Amount of funds transferred to the transit account/Средства на</td>
<td>106,199.19</td>
</tr>
<tr>
<td>special account/Средства на специальный счет</td>
<td></td>
</tr>
<tr>
<td>Refund to IBRD from DA during the period/Возврат средств к IBRD</td>
<td>-821.35</td>
</tr>
<tr>
<td>Amount of eligible expenditures paid during the present period/Сумма</td>
<td></td>
</tr>
<tr>
<td>special expenditures paid during the period/Специальные расходы</td>
<td></td>
</tr>
<tr>
<td>Amount of funds transferred to the transit account/Средства на</td>
<td></td>
</tr>
<tr>
<td>special account/Средства на специальный счет</td>
<td></td>
</tr>
<tr>
<td>Refund to IBRD from DA during the period/Возврат средств к IBRD</td>
<td></td>
</tr>
<tr>
<td>Difference between 9 and 10/Разница между строками 9 и 10</td>
<td>0.00</td>
</tr>
</tbody>
</table>

**Explanation of any discrepancies:**

<table>
<thead>
<tr>
<th>Explanation</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Difference between 9 and 10/Разница между строками 9 и 10</td>
<td>0.00</td>
</tr>
</tbody>
</table>

**Closing balance as of 05.07.2017:**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Closing balance as of 05.07.2017/Закрытие остатка на 05.07.2017</td>
<td>3,500.00</td>
</tr>
</tbody>
</table>

---

**Agreed by:**

**Deputy Minister of Finance of the Republic of Belarus:**  
Mr. Yuriy M. Selivertov

**Head of the Department of Financial, Economic Activity and Accounting:**  
Mr. Larisa A. Ermakova

**Head of the Department for Prospective Development:**  
Mr. Andrei A. Naruk

**Director of RUE "Data-Processing Center of the Ministry of Finance of the Republic of Belarus:"**  
Mr. Yuriy N. Zdanovich

**Head of the Accounting Department of RUE "Data-Processing Center of the Ministry of Finance of the Republic of Belarus:"**  
Ms. Olga E. Sinishina
### Transit Account Statement

**Improving Efficiency and Transparency of the Public Finance Management System in Belarus Project / Повышение эффективности и прозрачности системы управления государственными финансами в Республике Беларусь**

**Transit Account Statement / Отчет о состоянии транзитного счета**

TF015275

*for the Period from 01/01/2016 to 05/07/2017*

*за период с 01/01/2016 по 05/07/2017*

*in USD in dollars США*

<table>
<thead>
<tr>
<th>Reporting Period/Отчетный период</th>
<th>Reporting Period/Отчетный период</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening balance at 01.01.2016, including /Остаток денежных средств на начало</td>
<td>56,37</td>
</tr>
<tr>
<td>1 отчетного периода 01.01.2016, включая</td>
<td></td>
</tr>
<tr>
<td>Advance from DA during the period/Сумма авансов, поступивших со специально</td>
<td>106 199,19</td>
</tr>
<tr>
<td>2 выделенного счета</td>
<td></td>
</tr>
<tr>
<td>Amount of eligible expenditures paid during the present period/Сумма</td>
<td>106 255,56</td>
</tr>
<tr>
<td>3 санкционированных расходов оплаченных в отчетном периоде</td>
<td></td>
</tr>
<tr>
<td>Refunds/возвращение на специально выделенный счет</td>
<td>0,00</td>
</tr>
<tr>
<td>4 санкционированных расходов оплаченных в отчетном периоде</td>
<td></td>
</tr>
<tr>
<td>Interest earned/проценты банка</td>
<td>0,00</td>
</tr>
<tr>
<td>5 санкционированных расходов оплаченных в отчетном периоде</td>
<td></td>
</tr>
<tr>
<td>Service charges/Стоимость услуг</td>
<td>0,00</td>
</tr>
<tr>
<td>6 санкционированных расходов оплаченных в отчетном периоде</td>
<td></td>
</tr>
<tr>
<td>Differences arising in the reporting period/Разница, возникшая в отчетном периоде</td>
<td>0,00</td>
</tr>
<tr>
<td>7 санкционированных расходов оплаченных в отчетном периоде</td>
<td></td>
</tr>
<tr>
<td>Calculated closing balance/Расчитанный остаток денежных средств на транзитном счете</td>
<td>0,00</td>
</tr>
<tr>
<td>DA closing balance as at 31.03.2015 carried forward to next period - per bank statements,</td>
<td></td>
</tr>
<tr>
<td>including /Остаток денежных средств на 31.03.2015 на транзитном счете,</td>
<td></td>
</tr>
<tr>
<td>переведенный на следующий отчетный период - согласно выписке банка, включая</td>
<td></td>
</tr>
<tr>
<td>Difference between 8 и 9 /Разница между строками 8 и 9</td>
<td>0,00</td>
</tr>
<tr>
<td>(should be zero or explained/должна быть равна нулю или объяснена)</td>
<td></td>
</tr>
</tbody>
</table>

### Explanation of any discrepancy/Объяснение любых разниц, или несоответствий:

Agreed by / Согласовано:

Deputy Minister of Finance of the Republic of Belarus / Заместитель Министра финансов Республики Беларусь

Mr. Yuriy M. Seliverstov / Ю.М. Селиверстов

Ms. Larisa A. Ermakova / Л.А. Ермакова

Mr. Andrey A. Narshuk / А.А. Наршук

Ms. Olga E. Sinishina / О.Е. Синишина
Improving Efficiency and Transparency of the Public Finance Management System in Belarus Project / Увеличение эффективности и прозрачности системы управления государственными финансами в Республике Беларусь

TF016275

SOE Withdrawal Schedule / Схема снятия средств с использованием Расходных ведомостей

for the Period from 01/01/2016 to 05/07/2017

in USD per dollar USA

<table>
<thead>
<tr>
<th>Date</th>
<th>Component 1: Development of the strategy of PFM reform and its implementation plan / Компонент 1: Разработка стратегии реформирования УГР и плана ее реализации</th>
<th>Component 2: Development of design of FMIS / Компонент 2: Разработка дизайна ИСУФ</th>
<th>Component 3: Capacity development for project management / Компонент 3: Развитие потенциала для управления проектом</th>
<th>Total /всего</th>
</tr>
</thead>
<tbody>
<tr>
<td>10</td>
<td>22.97</td>
<td>745.67</td>
<td>34 727.01</td>
<td>35 475.95</td>
</tr>
<tr>
<td>14</td>
<td>96.42</td>
<td>176.60</td>
<td>19 060.96</td>
<td>19 336.18</td>
</tr>
<tr>
<td>19</td>
<td>125.49</td>
<td>80.73</td>
<td>53 279.19</td>
<td>53 486.41</td>
</tr>
<tr>
<td>26</td>
<td>694.26</td>
<td>296.42</td>
<td>45 476.00</td>
<td>46 456.00</td>
</tr>
<tr>
<td></td>
<td>931.14</td>
<td>1 299.62</td>
<td>152 823.46</td>
<td>158 754.42</td>
</tr>
</tbody>
</table>

Agreed by / Согласовано:

Deputy Minister of Finance of the Republic of Belarus / Заместитель Министра финансов Республики Беларусь

Head of the Department of Financial, Economic Activity and Accounting of the Ministry of Finance of the Republic of Belarus / Начальник Управления финансовой, экономической деятельности и бухгалтерского учета Министерства финансов Республики Беларусь

Head of the Department for Prospective Development of the Ministry of Finance of the Republic of Belarus / Начальник Управления перспективного развития Министерства финансов Республики Беларусь

Director of RUE "Data-Processing Center of the Ministry of Finance of the Republic of Belarus"/ Директор УП "ДЦ Центра Минфина"

Head Of Accounting Department of RUE "Data-Processing Center of the Ministry of Finance of the Republic of Belarus"/ Главный бухгалтер УП "ДЦ Центра Минфина"
1. General information

According to Grant Agreement dated April 8, 2014 between the World Bank and the Republic of Belarus represented by the Ministry of Finance of the Republic of Belarus, the Republic of Belarus a grant "Improving Efficiency and Transparency of the Public Finance Management System in Belarus" TF015275 (Project) has been provided to the Republic of Belarus.

The total amount of funding received for the project implementation is US Dollars 1 200 000.

In line with the Resolution of Council of Ministers of the Republic of Belarus dated April 18, 2014 No 369 "On approval of international technical assistance programme and projects" the project has been entitled as an approved international technical assistance project and has been registered by the Ministry of Economy of the Republic of Belarus as of April 24, 2014, registration No. 2/14/000703.

The objective of the Project is to establish the basis for improving efficiency and transparency of the public finance management system in Belarus.

The Project consists of three Components as follows:

1. Development of the strategy of PFM reform and its implementation plan.
   - Drafting a concept and a detailed plan for convergence of national public sector accounting and reporting system with the international public sector accounting standards (IPSAS) and developing of the conceptual design of a unified chart of accounts in the public sector, integrated with budget classification: contract completed.
   - Technical assistance to the Ministry of Finance of the Republic of Belarus to improve budget execution through the Treasury: contract completed.
   - Operational expenditures under Component 1.

   - Development of a high level information system design: contract completed.
   - Technical assistance to the Customer to organize the work of the Project Office in the context of capacity-building for project management: contract completed.
   - Operational expenditures under Component 2.

3. Capacity development for project management.
   - Procurement consultant services: contract completed.
   - Financial management consultant services under the project: contract completed.
   - PIU assistant (translator): contract completed.
   - Workshops, conferences and media communication.
   - Project audit: contract is in progress
   - Accounting Software 1:C Modification for project needs: contract completed.
   - Operating expenses under Component 3.

In conformity with the Order of the Ministry of Finance of the Republic of Belarus dated April 24, 2014 No. 162 "On the administrative matters of the international technical assistance project implementation" Data-Processing Center of the Ministry of Finance of the Republic of Belarus UE has been assigned as a project implementing agency.

Data-Processing Center of the Ministry of Finance of the Republic of Belarus UE keeps accounting records and primary documents regarding the funds transferred to its accounts.
Improving Efficiency and Transparency of the Public Finance Management System in Belarus

TF015275

Financial management for project funding has been conducted in line with the following guidelines:
- World Bank Disbursement Guidelines for Projects dated May 1, 2006;
- Guidelines on Preventing and Combating Fraud and Corruption Financed by IBRD Loans and IDA Credits and Grants dated October 15, 2006 and revised in January 2011;
- Grant Agreement and Disbursement Letter dated 8 April 2014 undermining special rules and mechanism of funding;
- Order of the Ministry of Finance of the Republic of Belarus dated April 24, 2014 No. 162 “On the administrative matters of the international technical assistance project implementation”;
- Project Operational Manual.

2. Accounting policy

Fundamental accounting principles - the present Financial Statements of the Project are prepared on a cash basis, which complies with the requirements of International Accounting Standards developed by the Public Sector Committee of the International Federation of Accountants (IFAC).

A project financing is deemed to be a source of the project’s funds at the moment of receipt of funds. Project costs is deemed to be an application of project’s funds at the moment of payment.

Foreign currency transactions - the present Financial Statements are prepared in US Dollars. Transactions in other currency are transferred in US Dollars at the actual currency rate.

Reporting base - the present Financial Statements are based on the accounting documents of Data-Processing Center of the Ministry of Finance of the Republic of Belarus UE and separate accounting records of Project assets.

3. The World Bank Funding

The Project Designated Account is replenished by the World Bank based on Withdrawal Applications authorized by representatives of the Ministry of Finance of the Republic of Belarus. During the reporting period the financing was conducted to the Project Designated Account via advancing modality and direct payments.

4. Bank Accounts of the Project

Project Bank Accounts are opened at “ASB Belarusbank” JSC.

a. Project Designated Account in US Dollars

The Project Designated Account No. 3012020620043 has been opened in US Dollars. The outstanding balance of the Designated Account equals USD 3,500 which will be utilized to pay for final audit of the project financial statements.

b. Project Account in Belarussian roubles (transit account)

The Project Account in Belarussian roubles No. 3012020620056 has been opened for US Dollars conversion in Belarussian roubles to make payments to national consultants and contractors. The outstanding balance of the Project Account in Belarussian roubles equals BYN 0.

5. Foundation of financing

Project funds may be withdrawn to finance 100% of eligible expenses, consisting of Consulting Services, Audit, Training, Operating costs inclusive of Taxes. Meanwhile Operating costs shall not exceed 10% of the total amount of the Grant, training costs (including expenditures on study visits) shall not exceed 30% of the total amount of the Grant and expenditures on study visits in the framework of Training shall not exceed 10% of the total amount of the Grant.
6. Foundation of financing

Withdrawal applications

Expenses incurred from January 1, 2016 to July 5, 2017
984 445.20

Total expenses incurred from January 1, 2016 to July 5, 2017
984 445.20

Funds received from IBRD from January 1, 2016 to July 5, 2017:
983 879.95

Replenishment of the Special Designated Account
202 000.00

Direct payments
781 879.95

Minus: Refund to the IBRD
821.35

Plus: Balance on the Special Designated Account at January 1, 2016
4 830.23

Plus: Balance on the Transit Account at January 1, 2016
56.37

Minus: Balance on the Special Designated Account at July 5, 2017
3 500.00

Minus: Balance on the Transit Account at July 5, 2017
0.00

Total expenses incurred from January 1, 2016 to July 5, 2017
984 445.20
Numbered and tied together
14 (fourteen) sheets

Alexey Reneisky