

Report on the Project Financial Statements of the
**THE WEST BALKANS DRINA RIVER BASIN
MANAGEMENT PROJECT**

of the Ministry of Finance and Treasury of Bosnia and
Herzegovina

Financed by:

- GEF Trust Fund Grant TF0A2317
- SCCF Trust Fund Grant TF0A2320

For the year ended 31 December 2019

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

CONTENTS

| | | |
|---|--|----|
| 1 | Introduction | 1 |
| 2 | Independent Auditor's Report | 3 |
| 3 | Project financial statements for the year 2019 | 5 |
| 4 | Notes to the project financial statements | 11 |

APPENDICES

| | | |
|-----|---|----|
| A.1 | Designated account statement - GEF Trust Fund Grant TF0A2317 & SCCF Trust Fund Grant TF0A2320 | 12 |
| A.2 | Designated sub-account statement - GEF Trust Fund Grant TF0A2317 & SCCF Trust Fund Grant TF0A2320 | 13 |
| A.3 | Local bank account statement - GEF Trust Fund Grant TF0A2317 & SCCF Trust Fund Grant TF0A2320 | 14 |
| B.1 | SoE Withdrawal Schedule of GEF Grant TF0A2317 for the year ended 31 December 2019 | 15 |
| B.2 | SoE Withdrawal Schedule of SCCF Grant TF0A2320 for the year ended 31 December 2019 | 16 |
| C.1 | Reconciliation between World Bank's disbursement statements in USD and GEF Grant account in USD according to the balance sheet as of 31 December 2019; SoE Withdrawal Schedule of GEF Trust Fund Grant TF0A2317 | 17 |
| C.2 | Reconciliation between World Bank's disbursement statements in USD and SCCF Grant account in USD according to the balance sheet as of 31 December 2019; SoE Withdrawal Schedule of SCCF Trust Fund Grant TFA02320 | 18 |

The West Balkans Drina River Basin Management Project of the Ministry of Finance and Treasury of Bosnia and Herzegovina

1. Introduction

As of 22 July 2016 the State of Bosnia and Herzegovina (the "State"), through its Ministry of Finance and Treasury, and the International Bank for Reconstruction and Development ("IBRD"), acting as an Implementing Agency of the Global Environment Facility and as an Implementing Agency of the Global Environment Facility Special Climate Change Fund, signed Global Environment Facility Trust Fund and Special Climate Change Fund Grant Agreement, in connection to the West Balkans Drina River Basin Management Project.

The World Bank Agreed to extend to the State a grant in the aggregate amount equal to USD 3,375,270 from various sources consisting of: (a) an amount equal to USD 1,706,385 – GEF Portion of the Grant; and (b) an amount equal to USD 1,668,885 – SCCF Portion of the Grant, to assist in financing the Project.

1.1 General information

| | |
|----------------------|---|
| Client: | The World Bank – International Bank for Reconstruction and Development IBRD |
| Borrower: | Bosnia and Herzegovina |
| Grant No.: | TF0A2317 and TF0A2320 |
| Project: | P145048 |
| Approval date | 8 May 2016 |
| Signing date | 22 July 2016 |
| Effective date | 11 May 2017 |
| Closing date | 31 October 2020 |
| Application Deadline | 28 February 2021 |

1.2 Objective of the Project

The objective of the Project is to improve mechanisms and capacity of the Project Countries to plan and manage the transboundary Drina River Basin (DRB), incorporating climate change adaptation.

1.3 Components of the Project

Component 1 – Multi-state Cooperation in Transboundary Drina River Basin ("DRB") Management (Total: USD 1,107,897; SCCF: USD 302,266; GEF: USD 805,631)

Component 2 – Pilot investments for Integrated DRB Management including Flood and Drought Management and Climate Change Resilience (Total: USD 917,498; SCCF: USD 578,998; GEF: USD 338,500)

Component 3 – Project Management and Monitoring and Evaluation (Total: USD 220,000; GEF: USD 220,000)

1.4 Financing of the Project

The Project is financed:

| | FBiH | RS | Total BiH |
|---------------------------|------------------|------------------|------------------|
| '- by GEF Grant TF0A2317 | 1,364,131 | 342,254 | 1,706,385 |
| '- by SCCF Grant TF0A2320 | 881,264 | 787,621 | 1,668,885 |
| Total financing | 2,245,395 | 1,129,875 | 3,375,270 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

1. Introduction (continued)

1.4 Financing of the Project (continued)

Withdrawal of the Proceeds of the Grant for BiH

| Category | Amount of the GEF Portion of the Grant Allocated (expressed in USD) | Amount of the SCCF Portion of the Grant Allocated (expressed in USD) | Percentage of Expenditures to be Financed (inclusive of Taxes) |
|--|--|---|---|
| (1) Goods, works, non-consulting services, consultants' services (including for audits under the Project), Training and Operating Costs under the Recipient's Respective Parts of the Project. | 1,111,720 | 773,800 | 100% |
| (2) Goods, works, non-consulting services, consultants' services (including for audits under the Project), Training and Operating Costs under the Federation BH's Respective Parts of the Project except for Small Grants. | 240,000 | 95,000 | 100% |
| (3) Small Grants provided by Federation BH under Part 2.A(iv) of the Project. | 12,411 | 12,464 | 100% of Small Grants disbursed |
| Total amount | 1,364,131 | 881,264 | |
| Total amount GEF+SCCF | 2,245,395 | | |

Baker Tilly Re Opinion d.o.o.
Grbavička 4
71000 Sarajevo
Bosna i Hercegovina

T: +387 (0) 33 552 150
F: +387 (0) 33 552 152

info@baker tilly.ba
www.baker tilly.ba

Independent Auditor's Report

To the State of Bosnia and Herzegovina,
Ministry of Finance and Treasury
Attn. of Minister of Finance and Treasury H.E. Mr. Vjekoslav Bevanda

Report on the Project Financial Statements

Opinion

We have audited the accompanying project financial statements of The West Balkans Drina River Basin Management Project (the "Project"), which comprise of Summary of sources and uses of funds, Balance sheet, Designated account statements, Designated sub-account statements, Statements of Grant withdrawals as of and for the year ended 31 December 2019, and a summary of significant accounting policies and other explanatory notes for the year then ended, financed under GEF Grant TF0A2317 and GEF SCCF Grant TF0A2320.

In our opinion, the accompanying project financial statements present fairly, in all material aspects, the financial position of the Project as of 31 December 2019, and of the funds received and disbursed during the year then ended, in accordance with the cash basis of accounting based on International Public Sector Accounting Standard ("IPSAS"), as described in Note 4.1.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and "Guidelines: Annual Financial Reporting and Auditing for World Bank-Financed Activities" issued by FMSB. 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 Ministry of Finance and Treasury in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Project Financial Statements

The management of project implementation unit is responsible for the preparation of these project financial statements in accordance with the cash basis of accounting based on IPSAS, as described in Note 4.1., Guidelines: Annual Financial Reporting and Auditing for World Bank-Financed Activities, and for such internal control as management determines is necessary to enable the preparation of project 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's ability to continue as a going concern, disclosing, as applicable, matters related 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 financial reporting process.

Responsibilities for the Audit of Financial Statements

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

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

- Identify and assess the risks of material misstatement of the project financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the project financial statements, including the disclosures, and whether the 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.

Report on other requirements

In addition, with respect to the Statement of Expenditure, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditure incurred; and all expenditure included in withdrawal applications and reimbursed against are eligible for financing under the project.

Signed on behalf of Baker Tilly Re Opinion d.o.o. Sarajevo

Nihad Fejzić, Director and Certified Auditor

Sarajevo, 20 May 2020



Ema Sinanović, Certified Auditor

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

3. Project financial statements for the year 2019

3.1 Summary of sources and uses of funds under the GEF Grant TF0A2317 and under the SCCF Grant TF0A2320 and Other income

| | Ref. | Actual 2019 | Cumulative 2019 | Cumulative 2018 | Cumulative budget | Cumulative variance |
|--|------------|----------------|--------------------|--------------------|----------------------|------------------------|
| FINANCING | | | | | | |
| GEF Grant TF0A2317 | 3.1.1 | 76,654 | 257,242 | 180,588 | 1,364,131 | 1,106,889 |
| GEF SCCF Grant TF0A2320 | 3.1.2 | 298,324 | 596,078 | 297,754 | 881,264 | 285,186 |
| Other income | 3.1.3 | 79,413 | 79,413 | - | - | (79,413) |
| TOTAL FINANCING | 3.2 | 454,391 | 932,733 | 478,342 | 2,245,395 | 1,312,662 |
| PROJECT EXPENDITURE | | | | | | |
| <i>By Category</i> | | | | | | |
| (1) Goods, works, non- consulting. services, consultants' services (include. for audits under the Project), Training and Oper. Costs under the Recipient's Respective Parts of the Project | | 167,390 | 570,607 | 403,217 | 1,885,520 | 1,314,913 |
| (2) Goods, works, non- consulting. services, consultants' services (incl. for audits under the Project), Training and Oper. Costs under the Federation BH's Respective Parts of the Project except for Small Grants | | 26,993 | 26,993 | - | 335,000 | 308,007 |
| (3) Small Grants provided by Federation BH under Part 2.A(iv) of the Project | | - | - | - | 24,875 | 24,875 |
| TOTAL EXPENDITURE | 3.2 | 194,383 | 597,600 | 403,217 | 2,245,395 | 1,647,795 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

| Ref. | Actual 2019 | Cumulative 2019 | Cumulative 2018 | Cumulative budget | Cumulative variance |
|--|----------------|--------------------|--------------------|----------------------|------------------------|
| By Component | | | | | |
| (1) Multi-state Cooperation in Transboundary Drina River Basin ("DRB") Management | 19,082 | 26,942 | 7,860 | 1,107,897 | 1,080,955 |
| (2) Pilot investments for Integrated DRB Management including Flood and Drought Management and Climate Change Resilience | 84,858 | 380,736 | 295,878 | 917,498 | 536,762 |
| (3) Project Management and Monitoring and Evaluation | 90,443 | 189,922 | 99,479 | 220,000 | 30,078 |
| TOTAL EXPENDITURE | 3.2 | 194,383 | 597,600 | 403,217 | 2,245,395 |
| | | | | | 1,647,795 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

3. Project financial statements for the year 2019 (continued)

3.1.1 Summary of sources and uses of funds under the GEF Grant TF0A2317

| | Ref. | Actual 2019 | Cumulative 2019 | Cumulative 2018 | Cumulative budget | Cumulative variance |
|---|------|----------------|--------------------|--------------------|----------------------|------------------------|
| FINANCING | | | | | | |
| GEF Grant TF 2317 | | | | | 1,364,131 | |
| Initial deposit | | - | 100,000 | 100,000 | | |
| SoE replenishments | | 76,654 | 157,242 | 80,588 | | |
| Direct payment | | - | - | - | | |
| TOTAL FINANCING | 3.1 | 76,654 | 257,242 | 180,588 | 1,364,131 | 1,106,889 |
| PROJECT EXPENDITURE | | | | | | |
| <i>By Category</i> | | | | | | |
| (1) Goods, works, non- consulting services, consultants' services (include for audits under the Project), Training and Oper. Costs under the Recipient's Respective Parts of the Project | | 90,404 | 197,743 | 107,339 | 1,111,720 | 913,977 |
| (2) Goods, works, non- consulting services, consultants' services (incl. for audits under the Project), Training and Oper. Costs under the Federation BH's Respective Parts of the Project except for Small Grants (3) Small Grants provided by Federation BH under Part 2.A(iv) of the Project | | - | - | - | 240,000 | 240,000 |
| TOTAL EXPENDITURE | 3.2 | 90,404 | 197,743 | 107,339 | 1,364,131 | 1,166,388 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year
ended 31 December 2019

(all amounts in USD, unless otherwise stated)

3. Project financial statements for the year 2019 (continued)

3.1.2 Summary of sources and uses of funds under the SCCF Grant TF0A2320

| | Ref. | Actual 2019 | Cumulative 2019 | Cumulative 2018 | Cumulative budget | Cumulative variance |
|---|------------|----------------|--------------------|--------------------|----------------------|------------------------|
| FINANCING | | | | | | |
| GEF SCCF Grant TF 2320 | | | | | 881,264 | |
| Initial deposit | | - | 200,000 | 200,000 | | |
| SoE replenishments | | 298,324 | 396,078 | 97,754 | | |
| Direct payments | | - | - | - | | |
| TOTAL FINANCING | 3.1 | 298,324 | 596,078 | 297,754 | 881,264 | 285,186 |
| PROJECT EXPENDITURE | | | | | | |
| <i>By Category</i> | | | | | | |
| (1) Goods, works, non- consulting. services, consultants' services (include. for audits under the Project), Training and Oper. Costs under the Recipient's Respective Parts of the Project | | 76,947 | 372,825 | 295,878 | 773,800 | 400,975 |
| (2) Goods, works, non- consulting. services, consultants' services (incl. for audits under the Project), Training and Oper. Costs under the Federation BH's Respective Parts of the Project except for Small Grants (3) Small Grants provided by Federation BH under Part 2.A(iv) of the Project | | 26,993 | 26,993 | - | 95,000 | 68,007 |
| TOTAL EXPENDITURE | 3.2 | 103,940 | 399,818 | 295,878 | 881,264 | 481,446 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

3. Project financial statements for the year 2019 (continued)

3.1.3 Summary of sources and uses of funds under Other income

| | Ref. | Actual 2019 | Cumulative 2019 | Cumulative 2018 | Cumulative budget | Cumulative variance |
|--|------------|----------------|--------------------|--------------------|----------------------|------------------------|
| FINANCING | | | | | | |
| VAT returns | | 79,409 | 79,409 | - | - | (79,409) |
| Interest | | 4 | 4 | - | - | (4) |
| TOTAL FINANCING | 3.1 | 79,413 | 79,413 | - | - | (79,413) |
| PROJECT EXPENDITURE | | | | | | |
| <i>By Category</i> | | | | | | |
| (1) Goods, works, non-consulting, services, consultants' services (include, for audits under the Project), Training and Oper. Costs under the Recipient's Respective Parts of the Project | | 39 | 39 | - | - | (39) |
| (2) Goods, works, non-consulting, services, consultants' services (incl. for audits under the Project), Training and Oper. Costs under the Federation BH's Respective Parts of the Project except for Small Grants | | - | - | - | - | - |
| (3) Small Grants provided by Federation BH under Part 2.A(iv) of the Project | | - | - | - | - | - |
| TOTAL EXPENDITURE | 3.2 | 39 | 39 | - | - | (39) |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

3. Project financial statements for the year 2019 (continued)

**3.2 Balance sheet as of 31 December 2019 showing accumulated funds of the Project
and bank balances concerning World Bank funding**

| | Ref. | 31 December 2019 | 31 December 2018 |
|---|-------|------------------|------------------|
| ASSETS | | | |
| Project expenditure under GEF Grant TF0A2317 | 3.1.1 | 197,743 | 107,339 |
| Project expenditure under SCCF Grant TF0A2320 | 3.1.2 | 399,818 | 295,878 |
| Project expenditure under Other income | 3.1.3 | 39 | - |
| | | 597,600 | 403,217 |
| Designated account - GEF Grant TF0A2317 | A.1 | 59,499 | 73,249 |
| Designated sub-account - GEF Grant TF0A2317 | A.2 | - | - |
| Designated account - SCCF Grant TF0A2320 | A.1 | 196,260 | 1,876 |
| Designated sub-account - SCCF Grant TF0A2320 | A.2 | - | - |
| Local bank account - Other income | A.3 | 79,596 | - |
| | | 335,355 | 75,125 |
| Exchange rate difference | | (222) | - |
| Total assets | | 932,733 | 478,342 |
| LIABILITIES | | | |
| GEF Grant TF0A2317 | C.1 | 257,242 | 180,588 |
| GEF SCCF Grant TF0A2320 | C.2 | 596,078 | 297,754 |
| Other income | 3.1 | 79,413 | - |
| | | 932,733 | 478,342 |
| Total liabilities | | 932,733 | 478,342 |

Signed and authorised by:


Jovanka Aleksic

Project Coordinator

Sarajevo, 20 May 2020


Dijana Dangubić

Financial Officer

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

4. Notes to the project financial statements

4.1 Basis of preparation and accounting records

These project financial statements have been prepared in accordance with the International Public Sector Accounting Standard: "Financial Reporting under the Cash Basis of Accounting" issued by the Public Sector Committee of the International Federation of Accountants, and incorporate the accounting policies below, which have been consistently followed in all material respects and comply with the "Guidelines: Annual Financial Reporting and Auditing for World Bank – Financed Activities", issued by the Financial Management Sector Board.

4.2 Accounting policies

The Project's fiscal year is January 1 to December 31 for the recording of all transactions.

Cash basis of accounting

All receipts and expenses under GEF Grant and GEF SCCF Grant are recorded on actual receipt and payment basis of accounting as per approved categories.

Project expenditure is stated at original cost on the balance sheet.

Direct payments

Direct payments concern the amounts paid directly from the Grant account of the World Bank.

Statement of Expenditure (SoE)

Statements of Expenditure are used to state the expenditure under GEF Grant and GEF SCCF Grant during a certain period. These statements are sent to the World Bank's disbursement department who authorises the payment of the expenditure through the Designated accounts.

Currency conversions

The reporting currency is USD. Sources and use of funds (payments to suppliers and contractors) in currencies other than USD have been converted to USD using the currency rate at the moment of the transaction.

Bank balances, recorded on the balance sheet at year-end, have been converted at year-end rate.

Designated accounts

This is the total amount of the withdrawals from the Grant account for the Project. The Grant account is in USD.

Interest on Designated account

Interest earned on the Designated account belongs to the Borrower.

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year
ended 31 December 2019

(all amounts in USD, unless otherwise stated)

APPENDIX A.1

DESIGNATED ACCOUNT STATEMENT

Account owned by: Ministry of Finance and Treasury of Bosnia and Herzegovina
Account No.: BA 391994990034491858
Depository Bank: Sparkasse Bank d.d. BiH
Address: Zmaja od Bosne 7, Sarajevo
Related Credit: GEF Grant TF0A2317 & GEF SCCF Grant TF0A2320
Currency: USD

| | Ref. | USD |
|--|-------------|----------------|
| Opening balance 1 January 2019 | | 75,125 |
| Add: World Bank's replenishments | B | 374,978 |
| | | 450,103 |
| Deduct: Payments to suppliers - Expenditure under GEF Grant TF0A2317 & SCCF Grant TF0A2320 | | 1,637 |
| Transfer to Designated sub-account - GEF Grant TF0A2317 & SCCF Grant TF0A2320 | A.2 | 192,707 |
| | | 194,344 |
| Ending balance 31 December 2019 | 3.2 | 255,759 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year
ended 31 December 2019

(all amounts in USD, unless otherwise stated)

APPENDIX A.2

DESIGNATED SUB-ACCOUNT STATEMENT

Account owned by: Ministry of Finance and Treasury of Bosnia and Herzegovina

Account No.: 1994990034491858

Depository Bank: Sparkasse Bank d.d. BiH

Address: Zmaja od Bosne 7, Sarajevo

Related Credit: GEF Grant TF0A2317 & GEF SCCF Grant TF0A2320

Currency: BAM

| | Ref. | BAM | USD |
|---|------|----------------|----------------|
| Opening balance 1 January 2019 | | - | - |
| Add: | | | |
| Transfer from Designated account - GEF Grant TF0A2317 & GEF SCCF Grant TF0A2320 | A.1 | 337,758 | 192,707 |
| | | 337,758 | 192,707 |
| Deduct: | | | |
| Payments to suppliers - Expenditure under GEF Grant TF0A2317 & GEF SCCF Grant TF0A2320 | | 337,758 | 192,707 |
| | | 337,758 | 192,707 |
| Ending balance 31 December 2019 | 3.2 | - | - |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

APPENDIX A.3

LOCAL BANK ACCOUNT STATEMENT

Account owned by: Ministry of Foreign Trade and Economic Relations of B&H

Account No.: 3387302205158034

Depository Bank: UniCredit Bank d.d.

Address: Kardinala Stepinca b.b., Mostar

Related Credit: Other income

Currency: BAM

| | Ref. | BAM | USD |
|--|------------|----------------|---------------|
| Opening balance 1 January 2019 | 3.2 | - | - |
| Add: | | | |
| VAT returns | | 139,194 | 79,409 |
| Interest | | 7 | 4 |
| | | 139,201 | 79,413 |
| Deduct: | | | |
| Payments to suppliers - Expenditure under Other income | | 67 | 39 |
| Exchange rate gain | | | (222) |
| | | 67 | (183) |
| Ending balance 31 December 2019 | 3.2 | 139,134 | 79,596 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

**APPENDIX B.1. SoE Withdrawal Schedule of GEF Grant TF0A2317 for the year ended
31 December 2019**

| | Initial deposit | G,W,non- CS, CS (and AUD) under the Project), Training and O.Costs under the Recipient's Respective Parts of the Project | G,W, non-CS, CS (and AUD under the Project), Training and O.Costs under the FBH (exc. SG) | Small Grants provided by Federation BH under Part 2.A(iv) of the Project | Total application | Total disbursed |
|-------------------------------|-----------------|--|---|--|-------------------|-----------------|
| Previous periods | 100,000 | 107,339 | - | - | 107,339 | 180,588 |
| Application 4* | - | - | - | - | - | 26,751 |
| Application 5 | - | 49,903 | - | - | 49,903 | 49,903 |
| Application 6** | - | 40,501 | - | - | 40,501 | - |
| Total SoE applications | - | 90,404 | - | - | 90,404 | 76,654 |
| Total 2019 | - | 90,404 | - | - | 90,404 | 76,654 |
| Cumulative 2019 | 100,000 | 197,743 | - | - | 197,743 | 257,242 |

* Application No.4 was replenished in 2019, but expenses were made in 2018.

** Application No.6 was replenished in 2020, but expenses were made in 2019.

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year

ended 31 December 2019

(all amounts in USD, unless otherwise stated)

**APPENDIX B.2. SoE Withdrawal Schedule of SCCF Grant TF0A2320 for the year ended
31 December 2019**

| | Initial deposit | G,W,non- CS, CS (and AUD) under the Project), Training and O.Costs under the Recipient's Respective Parts of the Project | G,W, non-CS, CS (and AUD under the Project), Training and O.Costs under the FBH (exc. SG) | Small Grants provided by Federation BH under Part 2.A(iv) of the Project | Total application | Total disbursed |
|-------------------------------|-----------------|--|---|--|-------------------|-----------------|
| Previous periods | 200,000 | 295,878 | | | 295,878 | 297,754 |
| Application 3* | - | - | - | - | - | 198,124 |
| Application 4 | - | 73,207 | 26,993 | - | 100,200 | 100,200 |
| Application 5** | - | 3,740 | - | - | 3,740 | - |
| Total SoE applications | - | 76,947 | 26,993 | - | 103,940 | 298,324 |
| Total 2019 | - | 76,947 | 26,993 | - | 103,940 | 298,324 |
| Cumulative 2019 | 200,000 | 372,825 | 26,993 | - | 399,818 | 596,078 |

* Application No.3 was replenished in 2019, but expenses were made in 2018.

** Application No.5 was replenished in 2020, but expenses were made in 2019.

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year
ended 31 December 2019

(all amounts in USD, unless otherwise stated)

APPENDIX C.1. Reconciliation between World Bank's disbursement statements in USD and GEF Grant account in USD according to the balance sheet as of 31 December 2019; SoE Withdrawal Schedule of GEF Grant TF0A2317

| | Changes in GEF Grant (in USD) |
|--|-------------------------------------|
| Original amount | 1,364,131 |
| Disbursed in previous years | 180,588 |
| Withdrawal 4 | 26,751 |
| Withdrawal 5 | 49,903 |
| Total disbursed in 2019 | 76,654 |
| Cumulative disbursements | 257,242 |
| Calculated undisbursed balance as of 31 December 2019 | 1,106,889 |
| Undisbursed balance as per World Bank Summary for December 2019 | 1,106,889 |

**The West Balkans Drina River Basin Management Project
of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

Project financial statements for the year
ended 31 December 2019

(all amounts in USD, unless otherwise stated)

APPENDIX C.2. Reconciliation between World Bank's disbursement statements in USD and SCCF Grant account in USD according to the balance sheet as of 31 December 2019; SoE Withdrawal Schedule of SCCF Grant TF0A2320

| | Changes in SCCF Grant (in USD) |
|--|--------------------------------------|
| Original amount | 881,264 |
| Disbursed in previous years | 297,754 |
| Withdrawal 3 | 198,124 |
| Withdrawal 4 | 100,200 |
| Total disbursed in 2019 | 298,324 |
| Cumulative disbursements | 596,078 |
| Calculated undisbursed balance as of 31 December 2019 | 285,186 |
| Undisbursed balance as per World Bank Summary for December 2019 | 285,186 |