“Tajikistan Strengthening Water and Irrigation Management Project”
Grant No. E0790-TJ, Grant No.TF0B8740-TJ

The project special purpose financial statements

for the year ended December 31, 2025

and independent auditors’ report

"TAJIKISTAN STRENGTHENING WATER AND IRRIGATION MANAGEMENT PROJECT"
GRANT NO. E0790-TJ, GRANT NO.TF0B8740-TJ

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STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

The following statement, which should be read in conjunction with the independent auditors' report 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 Project "Tajikistan Strengthening Water and Irrigation Management Project", Grant No. E0790-TJ, Grant No.TF0B8740-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, 2025 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, 2025 were approved and authorized for issue on June 11, 2026 by the Management of the Project.

On behalf of the Management of the Project:

Karimzoda S.	**Narzulloev Y.**	**Juma D.**	**Nazarshozoda L.**
Director of PMU ALRI	**Chief Accountant of PMU ALRI**	**Minister of Energy and Water Resources of the Republic of Tajikistan**	**Chief accountant Ministry of Energy and Water Resources of the Republic of Tajikistan**
June 11, 2026	June 11, 2026	June 11, 2026	June 11, 2026
Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan

Auditing Company «KRESTON TASHKENT» LLC
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INDEPENDENT AUDITOR'S REPORT

To the Management of Project "Tajikistan Strengthening Water and Irrigation Management Project" of the State Institution "Project Management Unit of Ferghana Valley Water Resources Management Project" under the Agency for Land Reclamation and Irrigation under the Government of the Republic of Tajikistan and the Project Implementation Unit under the Ministry of Energy and Water Resources of the Republic of Tajikistan 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 State Institution "Project Management Unit of Ferghana Valley Water Resources Management Project" under the Agency for Land Reclamation and Irrigation under the Government of the Republic of Tajikistan (hereinafter- PMU ALRI) and by the Management of Project Implementation Unit under the Ministry of Energy and Water Resources of the Republic of Tajikistan (hereinafter- PIU MEWR) of the "Tajikistan Strengthening Water and Irrigation Management Project" (hereinafter-Project) financed against the financial proceeds of the International Development Association (hereinafter-IDA) according to the Grant Agreement No E0790-TJ and Grant Agreement No TF0B8740-TJ (hereinafter-Grant Agreements) for the year ended December 31, 2025.

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 expenditures (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, 2025 and the results of its operations for the year ended December 31, 2025, in conformity with the International Public Sector Accounting Standards (hereinafter – IPSAS);

b) The PMU ALRI and PIU MEWR has utilized all proceeds of the Grant Agreements withdrawn from IDA only for purposes of the Project in accordance with the Grant Agreements; and no proceeds of the Grant Agreements have been utilized for other purposes;

c) Statement of the Designated Account on Project for the year ended December 31, 2025 give a true and fair view of the financial position of the Designated Account of the Project as at December 31, 2025 and of the cash flows for the year ended December 31, 2025 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 Agreements.

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 PMU ALRI and PIU MEWR 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.

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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 Agreements 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 PMU ALRI and PIU MEWR 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 PMU ALRI and PIU MEWR 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 PMU ALRI and PIU MEWR 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 PMU ALRI and PIU MEWR 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 PMU ALRI and PIU MEWR 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.

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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, June 11, 2026

"TAJIKISTAN STRENGTHENING WATER AND IRRIGATION MANAGEMENT PROJECT"
GRANT NO. E0790-TJ, GRANT NO.TF0B8740-TJ
SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID
FOR THE YEAR ENDED DECEMBER 31, 2025
(in US dollars)

	Notes	For the year ended December 31, 2025 PMU ARLI	PIU MEWR	Total	For the year ended December 31, 2024 PMU ARLI	PIU MEWR	Total	Cumulative
Opening balance	4	**1,072,407**	**207,598**	**1,280,005**	**2,227,332**	**-**	**2,227,332**	**-**
Funds received								
Grant No. E0790-TJ	5	11,011,610	64,812	11,076,422	3,618,369	150,000	3,768,369	17,359,137
Grant No. TF0B8740-TJ	5	5,953,361	79,425	6,032,786	2,292,460	100,000	2,392,460	9,688,783
Total funds received		**16,964,971**	**144,237**	**17,109,208**	**5,910,829**	**250,000**	**6,160,829**	**27,047,920**
Temporary financial (retroactive)		-	-	-	-	-	-	513,218
Total inflow		**16,964,971**	**144,237**	**17,109,208**	**5,910,829**	**250,000**	**6,160,829**	**27,561,138**
Expenses								
(1) Consulting services under Parts 1.1 and 3(i)	6	-	104,856	104,856				104,856
(2) Non-consulting services, goods, works, Operating Costs and Training under Parts 1.1 and 3(i)	6	-	138,941	138,941	-	43,348	43,348	182,289
(3) Consulting services under Parts 1.2 (except Part 1.2(vi)), 2, and 3(ii)	6	2,637,606	-	2,637,606	1,700,778	-	1,700,778	4,685,534
(4) Non-consulting services, goods, Training and Operating Costs under Parts 1.2 (except Part 1.2(vi)), 2 and 3(ii)	6	13,953,010	-	13,953,010	5,365,015	-	5,365,015	20,521,775
(5) WUA Grants under Part 1.2(vi)	6	-	-	-	-	-	-	-
Total expenses		**16,590,616**	**243,797**	**16,834,413**	**7,065,793**	**43,348**	**7,109,141**	**25,494,454**
Other expenses								
Return of Temporary financial		-	-	-	-	-	-	513,218
Foreign exchange (gain)/loss		(104)	(3,126)	(3,230)	(39)	(946)	(985)	(4,564)
Closing balance	4	**1,446,866**	**111,164**	**1,558,030**	**1,072,407**	**207,598**	**1,280,005**	**1,558,030**

On behalf of the Management of the Project:

Karimzoda S.
Director of PMU ALRI

June 11, 2026
Dushanbe, the Republic of Tajikistan

Narzulloev Y.
Chief Accountant of PMU ALRI

June 11, 2026
Dushanbe, the Republic of Tajikistan

Juma D.
Minister of Energy and Water Resources of the Republic of Tajikistan

June 11, 2026
Dushanbe, the Republic of Tajikistan

Nazarshozoda L.
Chief accountant
Ministry of Energy and Water Resources of the Republic of Tajikistan

June 11, 2026
Dushanbe, the Republic of Tajikistan

The notes on pages 9-36 form an integral part of the project special purpose financial statements. The independent auditors' report is on pages 4-6

"TAJIKISTAN STRENGTHENING WATER AND IRRIGATION MANAGEMENT PROJECT"
GRANT NO. E0790-TJ, GRANT NO.TF0B8740-TJ

SUMMARY OF EXPENDITURES PAID BY COMPONENTS
FOR THE YEAR ENDED DECEMBER 31, 2025
(in US dollars)

		For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	Notes	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Part 1. Water Sector Reform and Institutional Strengthening	6	2,033,150	104,856	2,138,006	1,047,318	-	1,047,318	3,401,397
Part 2. Irrigation Scheme Improvements	6	14,096,588	-	14,096,588	5,555,675	-	5,555,675	20,463,910
Part 3. Project Management	6	460,878	138,941	599,819	462,800	43,348	506,148	1,629,147
Part 4: Contingent Emergency Response Component	6	-	-	-	-	-	-	-
		16,590,616	**243,797**	**16,834,413**	**7,065,793**	**43,348**	**7,109,141**	**25,494,454**

On behalf of the Management of the Project:

Karimzoda S.	**Narzulloev Y.**	**Juma D.**	**Nazarshozoda L.**
Director of PMU ALRI	**Chief Accountant of PMU ALRI**	**Minister of Energy and Water Resources of the Republic of Tajikistan**	**Chief accountant Ministry of Energy and Water Resources of the Republic of Tajikistan**
June 11, 2026	June 11, 2026	June 11, 2026	June 11, 2026
Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan

The notes on pages 9-36 form an integral part of the project special purpose financial statements. The independent auditors' report is on pages 4-6

"TAJIKISTAN STRENGTHENING WATER AND IRRIGATION MANAGEMENT PROJECT"
GRANT NO. E0790-TJ, GRANT NO.TF0B8740-TJ

NOTES TO THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025
(in US dollars)

1. GENERAL INFORMATION

According to the Agreement between the Republic of Tajikistan and International Development Association (the "IDA", "World Bank") signed on October 3, 2022, the IDA provided a Grant No. E0790-TJ in amount of 22,400,000 Special Drawing Rights.
The period of duration of the Grant is from October 3, 2022 to June 25, 2027.

According to the Agreement between the Republic of Tajikistan and International Bank for Reconstruction and Development and International Development Association (the "IDA", "World Bank") signed on October 3, 2022, the IDA provided a Grant No. TF0B8740-TJ in amount of 16,190,000 Euro.
The period of duration of the Grant is from October 3, 2022 to June 25, 2027.

The actual funding of the project began on December 1, 2021, using borrowed funds provided by the Government as retroactive financing

The Grants were provided for the Project "Tajikistan Strengthening Water and Irrigation Management Project" (the "Project").

The financing of the project by categories and sources of financing is presented below:

Category	The amount of allocated funding from IDA (expressed in XDR) Grant No. E0790-TJ	Percentage of Expenditures to be Financed	Amount of the Grant Allocated (expressed in EUR) Grant No. TF0B8740-TJ	Percentage of Expenditures to be Financed
(1) Consulting Services under Parts 1.1 and 3(i) of the Project	407,000	45%	634,000	55%
(2) Non-consulting services, goods, works, Operating Costs and Training under Parts 1.1 and 3(i) of the Project	326,000	45%	508,000	55%
(3) Consulting services under Parts 1.2 (except Part 1.2(vi)), 2, and 3(ii) of the Project	1,799,000	40%	3,443,000	60%
(4) Non-consulting services, goods, Operating Costs and Training under Parts 1.2 (except Part 1.2(vi)), 2 and 3(ii) of the Project	19,666,000	69%	11,292,000	31%
(5) WUA Grants under Part 1.2(vi) of the Project	202,000	45%	314,000	55%
TOTAL AMOUNT	**22,400,000**		**16,190,000**	

Project purpose

The objectives of the project are: (i) to strengthen capacity in the areas of water resources planning and irrigation management in Tajikistan; and (ii) to improve the efficiency of selected irrigation systems in the Vakhsh and Zeravshan river basins.

Project management

The project is being implemented by the Agency for Land Reclamation and Irrigation under the Government of the Republic of Tajikistan and the Ministry of Energy and Water Resources of the Republic of Tajikistan. During the reporting period, donor funding was provided only for the part of the project managed by the Agency for Land Reclamation and Irrigation under the Government of the Republic (ARLI). For the part of the project managed by the Ministry of Energy and Water Resources (MEWR), there was no donor funding.

The Project consist of the following parts:

Part 1: Water Sector Reform and Institutional Strengthening

1.1. Strengthening national and basin-level water resources policy and planning, including:
(i) supporting the establishment of a national water council, through drafting by-laws and regulatory documents, and facilitating the national water dialogue process;
(ii) building capacity of NWC, MEWR, RBOs and RBCs for national and basin-level water resources monitoring, planning, and reporting;
(iii) design and installation of water flow measurement at selected key gauging stations; design, construction and rehabilitation of selected RBO offices and provision of furniture, IT and laboratory equipment, and vehicles to selected RBO offices in the Vakhsh river basin;
(iv) providing technical assistance for implementation of the national water information system;
(v) developing a river basin plan and a water information system for the Vakhsh river basin; and
(vi) implementation of activities from the gender action plan.

1.2. Improving irrigation planning and management, including:

(i) preparing a national irrigation strategy informed by a sector-wide energy assessment and review of tariffs and subsidies;
(ii) supporting development and implementation of an irrigation management information system at national level and irrigation scheme level in the Vakhsh river basin;
(iii) supporting institutional restructuring from district irrigation management into scheme-based irrigation management for selected schemes in the Vakhsh river basin;
(iv) strengthening capacity of the ALRI in coordination of WUAs, design of climate-resilient irrigation infrastructure; scheme-level management, through inter alia training, repair of offices, provision of furniture, equipment, systems, and vehicles to ALRI units for selected schemes of the Vakhsh and Kofarnihon river basins;
(v) strengthening WUA capacity for on-farm irrigation planning, monitoring, and service delivery through inter alia staff training, demonstration plots showcasing new irrigation technologies, provision of machinery, and preparation of asset management plans and feasibility studies;
(vi) provision of grants to selected WUAs in the lower Vakhsh river basin to incentivize improved on-farm water planning and management; and
(vii) supporting national and Project-level grievance redress mechanisms.

Part 2: Irrigation Scheme Improvements

2.1. Improving large-scale irrigation schemes in the lower Vakhsh river basin, including:

(i) preparation of feasibility studies and engineering designs for selected schemes;
(ii) rehabilitation and modernization of irrigation infrastructure in selected schemes and construction supervision support;
(iii) conducting emergency works on the Danghara diversion tunnel and the Beshkent distribution point; and
(iv) provision of equipment and machinery for irrigation infrastructure maintenance.

2.2. Improving small- and medium-scale irrigation schemes in the Vakhsh and Zarafshon river basins including:
(i) preparation of feasibility studies and engineering designs for selected schemes;
(ii) rehabilitation and modernization of irrigation infrastructure in selected schemes; and
(iii) capacity building of ALRI and other sector institutions in design, construction supervision, scheme maintenance, and climate risk assessments.

Part 3: Project Management

Supporting: (i) the PIU; and (ii) the PMU; in project management, including procurement, financial management, communication, reporting, monitoring and evaluation, compliance with the Environmental and Social Standards, feasibility studies and engineering designs; through provision of consultant, goods, works, trainings, and incremental operating costs.

Part 4: Contingent Emergency Response Component

Provision of immediate response to an Eligible Crisis or Health Emergency, as needed.
Duration of the Project is October 3, 2022 to June 25, 2027

2. PRESENTATION OF THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS

Basis of preparation

These project 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

The 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. The project special purpose financial statements prepared under the cash basis provide information on the sources of funds, the purpose of uses of funds, and 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 the 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 World Bank provided the funds to the Project by advances and direct payments.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2025 and 2024 comprise:

		December 31, 2025			December 31, 2024		
	Currency	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total
Designated account Grant No. TF0B8740-TJ	USD	575,835	22,917	598,752	489,902	49,988	539,890
Designated account Grant No. E0790-TJ	USD	870,660	87,976	958,636	582,326	99,988	682,314
Transit Account Grant No. TF0B8740-TJ	TJS	62	149	211	39	16,626	16,665
Transit Account Grant No. E0790-TJ	TJS	102	122	224	36	40,996	41,032
Transit Account Grant No. E0790-TJ	EURO	59	-	59	52		52
Transit Account Grant No. TF0B8740-TJ	EURO	59	-	59	52		52
Advances paid to employees	TJS	89	-	89			
Transit Account (retroactive)	TJS	-	-	-	-	-	-
		1,446,866	**111,164**	**1,558,030**	**1,072,407**	**207,598**	**1,280,005**

5. FUNDS RECEIVED

The funds received are presented by the following financing methods:

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Advances	9,467,005	64,812	9,531,817	3,618,369	150,000	3,768,369	15,814,532
Direct payments	1,544,605	-	1,544,605	-	-	-	1,544,605
	11,011,610	**64,812**	**11,076,422**	**3,618,369**	**150,000**	**3,768,369**	**17,359,137**
Grant No. TF0B8740-TJ							
Advances	5,370,829	79,425	5,450,254	2,292,460	100,000	2,392,460	9,106,251
Direct payments	582,532	-	582,532	-	-	-	582,532
	5,953,361	**79,425**	**6,032,786**	**2,292,460**	**100,000**	**2,392,460**	**9,688,783**
	16,964,971	**144,237**	**17,109,208**	**5,910,829**	**250,000**	**6,160,829**	**27,047,920**
Other income							
Temporary financial/retroactive	-	-	-	-	-	-	513,218
Other expenses							
Return of Temporary financial aid	-	-	-	-	-	-	(513,218)
	-	-	-	-	-	-	-
	16,964,971	**144,237**	**17,109,208**	**5,910,829**	**250,000**	**6,160,829**	**27,047,920**

6. 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) CONSULTING SERVICES UNDER PARTS 1.1 AND 3(I)

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Salary and related taxes	-	13,669	13,669	-	-	-	13,669
Purchase of vehicles	-	28,750	28,750	-	-	-	28,750
Consulting services	-	3,670	3,670	-	-	-	3,670
Trip expenses	-	1,096	1,096	-	-	-	1,096
	-	**47,185**	**47,185**	**-**	**-**	**-**	**47,185**
Grant No. TF0B8740-TJ							
Purchase of vehicles	-	35,138	35,138	-	-	-	35,138
Salary and related taxes	-	16,707	16,707	-	-	-	16,707
Consulting services	-	4,486	4,486	-	-	-	4,486
Trip expenses	-	1,340	1,340	-	-	-	1,340
	-	**57,671**	**57,671**	**-**	**-**	**-**	**57,671**
	-	**104,856**	**104,856**	**-**	**-**	**-**	**104,856**

(2) NON-CONSULTING SERVICES, GOODS, WORKS, OPERATING COSTS AND TRAINING UNDER PARTS 1.1 AND 3(I)

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Salary and related taxes	-	35,136	35,136	-	30,030	30,030	65,166
Purchase of office furniture and equipment	-	11,632	11,632	-	-	-	11,632
Office and premises renovation	-	9,455	9,455	-	-	-	9,455
Software	-	4,036	4,036	-	-	-	4,036
Communication costs	-	1,257	1,257	-	1,256	1,256	2,513
Trip expenses	-	526	526	-	-	-	526
Banking expenses	-	256	256	-	40	40	296
Office supplies expenses	-	136	136	-	2,843	2,843	2,979
	-	**62,434**	**62,434**	**-**	**34,169**	**34,169**	**96,603**
Grant No. TF0B8740-TJ							
Salary and related taxes	-	42,944	42,944	-	9,174	9,174	52,118
Purchase of office furniture and equipment	-	14,217	14,217	-	-	-	14,217
Office and premises renovation	-	11,598	11,598	-	-	-	11,598
Software	-	4,982	4,982	-	-	-	4,982
Trip expenses	-	643	643	-	-	-	643
Communication costs	-	1,537	1,537	-	-	-	1,537
Banking expenses	-	290	290	-	5	5	295
Office supplies expenses	-	296	296	-	-	-	296
	-	**76,507**	**76,507**	**-**	**9,179**	**9,179**	**85,686**
	-	**138,941**	**138,941**	**-**	**43,348**	**43,348**	**182,289**

(3) CONSULTING SERVICES UNDER PARTS 1.2 (EXCEPT PART 1.2(VI)), 2, AND 3(II)

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Consulting services	925,354	-	925,354	446,059	-	446,059	1,471,336
Preparation of feasibility studies, working drafts, EIA and tender documentation for improving the efficiency of irrigation schemes of WMC and WMC	117,206	-	117,206	66,875	-	66,875	278,275
Salary and related taxes	12,649	-	12,649	17,088	-	17,088	38,025
Irrigation Sector Development Strategy Development	-	-	-	121,461	-	121,461	121,461
Basic study of WUAs	-	-	-	1,462	-	1,462	1,462
Preparation of the PSD and AN for the rehabilitation of the floating platform, the gate chambers of the DIT and DMK, examination after completion of emergency rescue operations in the DIT	-	-	-	-	-	-	43,716
Renovation of the premises for the ISUI department in AMI	-	-	-	-	-	-	2,784
Holding an event	-	-	-	-	-	-	1,687
	1,055,209	**-**	**1,055,209**	**652,945**	**-**	**652,945**	**1,958,746**
Grant No. TF0B8740-TJ							
Consulting services	1,387,613	-	1,387,613	669,217	-	669,217	2,138,427
Preparation of feasibility studies, working drafts, EIA and tender documentation for improving the efficiency of irrigation schemes of WMC and WMC	175,808	-	175,808	168,600	-	168,600	344,408
Salary and related taxes	18,976	-	18,976	25,632	-	25,632	57,040
Irrigation Sector Development Strategy Development	-	-	-	182,192	-	182,192	182,192
Basic study of WUAs	-	-	-	2,192	-	2,192	2,192
Holding an event	-	-	-	-	-	-	2,529
	1,582,397	**-**	**1,582,397**	**1,047,833**	**-**	**1,047,833**	**2,726,788**
	2,637,606	**-**	**2,637,606**	**1,700,778**	**-**	**1,700,778**	**4,685,534**

(4) NON-CONSULTING SERVICES, GOODS, TRAINING AND OPERATING COSTS UNDER PARTS 1.2 (EXCEPT PART 1.2(VI), 2 AND 3(II)

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Restoration of the VMK system	3,513,386	-	3,513,386	1,848,171	-	1,848,171	5,595,877
Restoration of pumping stations	1,370,931	-	1,370,931	-	-	-	1,370,931
Purchase of heavy equipment	654,171	-	654,171	-	-	-	654,171
Rehabilitation of head intakes of Vakhsh and Shurobad schemes and outlets at PC-33	512,547	-	512,547	338,838	-	338,838	851,385
Restoration of irrigation canals in the Tajikabad area	386,656	-	386,656	-	-	-	386,656
Restoration of the Piyozi canal, the Dzhandzher pumping station and 4 wells in the Lyakhsh district	381,958	-	381,958	-	-	-	381,958
Restoration of the Dangara irrigation tunnel	377,326	-	377,326	-	-	-	377,326
Reconstruction of the Shurobod canal system	355,961	-	355,961	-	-	-	355,961
Restoration of waterways	355,890	-	355,890	-	-	-	355,890
Restoration of the head water intake at picket 46, canals and the CDN of the northern branch	301,689	-	301,689	372,190	-	372,190	673,879
Restoration of the intra-farm irrigation canal Guloma district Lakhsh	298,124	-	298,124	82,790	-	82,790	380,914
Restoration of irrigation canals and collector-drainage networks L-2, in the Vakhsh and Balkhi regions	222,927	-	222,927	321,835	-	321,835	544,762
Salary and related taxes	216,600	-	216,600	189,903	-	189,903	678,723
Restoration of Fatkhobod, Kuglik and Surkhkul canals in Tajikabad district	189,883	-	189,883	-	-	-	189,883
Restoration of observation wells in the irrigation systems of VMK and SHMK	184,940	-	184,940	-	-	-	184,940
Reconstruction of mechanical repair/pump shop with installation of equipment in Lower Vakhsh	159,567	-	159,567	-	-	-	159,567
Reconstruction of administrative buildings	71,060	-	71,060	-	-	-	152,034
Expert conclusions	23,427	-	23,427	13,790	-	13,790	42,912
Trip expenses	19,539	-	19,539	6,747	-	6,747	36,234
Fuel and lubricants	16,005	-	16,005	14,762	-	14,762	44,168
Repair and maintenance of transport	13,416	-	13,416	8,171	-	8,171	32,182
Communication costs	12,037	-	12,037	10,727	-	10,727	26,724
Trainings and seminars	10,058	-	10,058	5,004	-	5,004	38,313
Audit	6,560	-	6,560	1,967	-	1,967	8,527

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Communal services	4,880	-	4,880	1,172	-	1,172	8,155
Advertisement	3,367	-	3,367	1,720	-	1,720	8,562
Office supplies expenses	3,280	-	3,280	3,742	-	3,742	9,176
Banking expenses	2,194	-	2,194	1,720	-	1,720	5,815
Restoration of the Dangara Main Canal (DMK)	-	-	-	173,883	-	173,883	173,883
Purchase of office furniture and equipment	-	-	-	103,441	-	103,441	121,145
Emergency recovery work to restore the floating platform and gates of the DIT	-	-	-	87,102	-	87,102	234,975
Purchase of vehicles	-	-	-	69,265	-	69,265	155,435
Study tour on Agriculture and Irrigation development	-	-	-	41,829	-	41,829	41,829
Other administrative costs	-	-	-	-	-	-	1,920
The expense for the transfer	-	-	-	-	-	-	7,372
Expenses for the purchase of computer accessories	-	-	-	-	-	-	266
Software	-	-	-	-	-	-	20,500
	9,668,379	**-**	**9,668,379**	**3,698,769**	**-**	**3,698,769**	**14,312,950**

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. TF0B8740-TJ							
Restoration of the VMK system	1,467,392	-	1,467,392	830,329	-	830,329	2,402,995
Restoration of pumping stations	615,777	-	615,777	-	-	-	615,777
Purchase of heavy equipment	293,903	-	293,903	-	-	-	293,903
Rehabilitation of head intakes of Vakhsh and Shurobad schemes and outlets at PC-33	230,275	-	230,275	152,231	-	152,231	382,506
Restoration of the intra-farm irrigation canal Guloma district Lakhsh	184,285	-	184,285	37,195	-	37,195	221,480
Restoration of irrigation canals in the Tajikabad area	173,715	-	173,715	-	-	-	173,715
Restoration of the Piyozi canal, the Dzhandzher pumping station and 4 wells in the Lyakhsh district	171,604	-	171,604	-	-	-	171,604
Restoration of the Dangara irrigation tunnel	169,523	-	169,523	-	-	-	169,523
Reconstruction of the Shurobod canal system	159,925	-	159,925	-	-	-	159,925
Restoration of waterways	159,759	-	159,759	-	-	-	159,759
Restoration of the head water intake at picket 46, canals and the CDN of the northern branch	135,542	-	135,542	167,216	-	167,216	305,545
Restoration of irrigation canals and collector-drainage networks L-2, in the Vakhsh and Balkhi regions	100,156	-	100,156	144,592	-	144,592	244,748
Salary and related taxes	97,924	-	97,924	85,319	-	85,319	225,537
Restoration of Fatkhobod, Kuglik and Surkhkul canals in Tajikabad district	85,310	-	85,310	-	-	-	85,310
Restoration of observation wells in the irrigation systems of VMK and SHMK	83,234	-	83,234	-	-	-	83,234
Reconstruction of mechanical repair/pump shop with installation of equipment in Lower Vakhsh	71,690	-	71,690	-	-	-	71,690
Reconstruction of administrative buildings	31,925	-	31,925	-	-	-	55,205
Expert conclusions	10,525	-	10,525	9,693	-	9,693	22,777
Trip expenses	8,913	-	8,913	2,906	-	2,906	13,950
Fuel and lubricants	7,190	-	7,190	6,632	-	6,632	16,157
Repair and maintenance of transport	6,377	-	6,377	3,689	-	3,689	10,066
Communication costs	5,408	-	5,408	4,819	-	4,819	12,010
Trainings and seminars	4,519	-	4,519	2,248	-	2,248	12,353
Audit	2,947	-	2,947	883	-	883	3,830

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. TF0B8740-TJ							
Communal services	2,291	-	2,291	493	-	493	3,123
Advertisement	1,546	-	1,546	766	-	766	2,798
Office supplies expenses	1,501	-	1,501	1,654	-	1,654	3,400
Banking expenses	1,475	-	1,475	1,606	-	1,606	3,795
Restoration of the Dangara Main Canal (DMK)	-	-	-	78,121	-	78,121	78,121
Purchase of office furniture and equipment	-	-	-	46,473	-	46,473	54,427
Emergency recovery work to restore the floating platform and gates of the DIT	-	-	-	39,124	-	39,124	60,591
Purchase of vehicles	-	-	-	31,119	-	31,119	69,833
Study tour on Agriculture and Irrigation development	-	-	-	19,138	-	19,138	19,138
	4,284,631	**-**	**4,284,631**	**1,666,246**	**-**	**1,666,246**	**6,208,825**
	13,953,010	**-**	**13,953,010**	**5,365,015**	**-**	**5,365,015**	**20,521,775**
	16,590,616	**243,797**	**16,834,413**	**7,065,793**	**43,348**	**7,109,141**	**25,494,454**

For the year ended December 31, 2025, under Category **5 "WUA Grants under Part 1.2(vi)"** had no expenditures.

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

PART 1: WATER SECTOR REFORM AND LNSTITUTIONAL STRENGTHENING

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
Grant No. E0790-TJ	**PMU ARLI**	**PIU MEWR**	**Total**	**PMU ARLI**	**PIU MEWR**	**Total**	
Purchase of heavy equipment	579,690	-	579,690	-	-	-	579,690
Consulting services	429,030	3,670	432,700	196,870	-	196,870	642,644
Reconstruction of administrative buildings	71,060	-	71,060	-	-	-	71,060
Salary and related taxes	7,510	13,669	21,179	17,089	-	17,089	45,157
Irrigation Sector Development Strategy Development	-	-	-	121,461	-	121,461	121,461
Purchase of office furniture and equipment	-	-	-	101,982	-	101,982	118,525
Study tour on Agriculture and Irrigation development	-	-	-	41,829	-	41,829	41,829
Purchase of vehicles	-	28,750	28,750	-	-	-	97,686
Office and premises renovation	-	-	-	-	-	-	31,264
Trip expenses	-	1,096	1,096	-	-	-	1,096
	1,087,290	**47,185**	**1,134,475**	**479,231**	**-**	**479,231**	**1,750,412**
Grant No. TF0B8740-TJ							
Consulting services	642,228	4,486	646,714	295,305	-	295,305	961,630
Purchase of heavy equipment	260,441	-	260,441	-	-	-	260,441
Reconstruction of administrative buildings	31,925	-	31,925	-	-	-	31,925
Salary and related taxes	11,266	16,707	27,973	25,633	-	25,633	63,938
Irrigation Sector Development Strategy Development	-	-	-	182,192	-	182,192	182,192
Purchase of office furniture and equipment	-	-	-	45,819	-	45,819	53,252
Study tour on Agriculture and Irrigation development	-	-	-	19,138	-	19,138	19,138
Purchase of vehicles	-	35,138	35,138	-	-	-	66,109
Office and premises renovation	-	-	-	-	-	-	11,020
Trip expenses	-	1,340	1,340	-	-	-	1,340
	945,860	**57,671**	**1,003,531**	**568,087**	**-**	**568,087**	**1,650,985**
	2,033,150	**104,856**	**2,138,006**	**1,047,318**	**-**	**1,047,318**	**3,401,397**

PART 2: IRRIGATION SCHEME IMPROVEMENTS

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Restoration of the VMK system	3,513,386	-	3,513,386	1,848,172	-	1,848,172	5,595,878
Restoration of pumping stations	1,370,931	-	1,370,931	-	-	-	1,370,931
Rehabilitation of head intakes of Vakhsh and Shurobad schemes and outlets at PC-33	512,547	-	512,547	338,838	-	338,838	851,385
Consulting services	496,323	-	496,323	249,188	-	249,188	832,360
Restoration of irrigation canals in the Tajikabad area	386,656	-	386,656	-	-	-	386,656
Restoration of the Piyozi canal, the Dzhandzher pumping station and 4 wells in the Lyakhsh district	381,958	-	381,958	-	-	-	381,958
Restoration of the Dangara irrigation tunnel	377,326	-	377,326	-	-	-	377,326
Reconstruction of the Shurobod canal system	355,961	-	355,961	-	-	-	355,961
Restoration of waterways	355,890	-	355,890	-	-	-	355,890
Restoration of the head water intake at picket 46, canals and the CDN of the northern branch	301,689	-	301,689	372,190	-	372,190	673,879
Restoration of the intra-farm irrigation canal Guloma district Lakhsh	298,124	-	298,124	82,790	-	82,790	380,914
Restoration of irrigation canals and collector-drainage networks L-2, in the Vakhsh and Balkhi regions	222,927	-	222,927	321,835	-	321,835	544,762
Restoration of Fatkhobod, Kuglik and Surkhkul canals in Tajikabad district	189,883	-	189,883	-	-	-	189,883
Restoration of observation wells in the irrigation systems of VMK and SHMK	184,940	-	184,940	-	-	-	184,940
Reconstruction of mechanical repair/pump shop with installation of equipment in Lower Vakhsh	159,567	-	159,567	-	-	-	159,567
Preparation of feasibility studies, working drafts, EIA and tender documentation for improving the efficiency of irrigation schemes of WMC and WMC	117,206	-	117,206	66,875	-	66,875	278,275
Purchase of heavy equipment	74,480	-	74,480	-	-	-	74,480
Expert conclusions	23,427	-	23,427	13,790	-	13,790	42,912
Restoration of the Dangara Main Canal (DMK)	-	-	-	173,883	-	173,883	173,883
Emergency recovery work to restore the floating platform and gates of the DIT	-	-	-	87,102	-	87,102	87,102
Preparation of the PSD and AN for the rehabilitation of the floating platform, the gate chambers of the DIT and DMK, examination after completion of emergency rescue operations in the DIT	-	-	-	-	-	-	43,716
Holding an event	-	-	-	-	-	-	1,687
Purchase of office furniture and equipment	-	-	-	-	-	-	147,873
Salary and related taxes	-	-	-	-	-	-	1,399
	9,323,221	**-**	**9,323,221**	**3,554,663**	**-**	**3,554,663**	**13,493,617**

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. TF0B8740-TJ							
Restoration of the VMK system	1,467,392	-	1,467,392	830,329	-	830,329	2,402,995
Consulting services	745,385	-	745,385	373,911	-	373,911	1,181,282
Restoration of pumping stations	615,777	-	615,777	-	-	-	615,777
Rehabilitation of head intakes of Vakhsh and Shurobad schemes and outlets at PC-33	230,275	-	230,275	152,231	-	152,231	382,506
Restoration of the intra-farm irrigation canal Guloma district Lakhsh	184,285	-	184,285	37,195	-	37,195	221,480
Preparation of feasibility studies, working drafts, EIA and tender documentation for improving the efficiency of irrigation schemes of WMC and WMC	175,808	-	175,808	168,600	-	168,600	344,408
Restoration of irrigation canals in the Tajikabad area	173,715	-	173,715	-	-	-	173,715
Restoration of the Piyozi canal, the Dzhandzher pumping station and 4 wells in the Lyakhsh district	171,604	-	171,604	-	-	-	171,604
Restoration of the Dangara irrigation tunnel	169,523	-	169,523	-	-	-	169,523
Reconstruction of the Shurobod canal system	159,925	-	159,925	-	-	-	159,925
Restoration of waterways	159,759	-	159,759	-	-	-	159,759
Restoration of the head water intake at picket 46, canals and the CDN of the northern branch	135,542	-	135,542	167,216	-	167,216	302,758
Restoration of irrigation canals and collector-drainage networks L-2, in the Vakhsh and Balkhi regions	100,156	-	100,156	144,592	-	144,592	244,748
Restoration of Fatkhobod, Kuglik and Surkhkul canals in Tajikabad district	85,310	-	85,310	-	-	-	85,310
Restoration of observation wells in the irrigation systems of VMK and SHMK	83,234	-	83,234	-	-	-	83,234
Reconstruction of mechanical repair/pump shop with installation of equipment in Lower Vakhsh	71,690	-	71,690	-	-	-	71,690
Purchase of heavy equipment	33,462	-	33,462	-	-	-	33,462
Expert conclusions	10,525	-	10,525	9,693	-	9,693	22,777
Restoration of the Dangara Main Canal (DMK)	-	-	-	78,121	-	78,121	78,121
Emergency recovery work to restore the floating platform and gates of the DIT	-	-	-	39,124	-	39,124	60,591
Preparation of the PSD and AN for the rehabilitation of the floating platform, the gate chambers of the DIT and DMK, examination after completion of emergency rescue operations in the DIT	-	-	-	-	-	-	-
Holding an event	-	-	-	-	-	-	2,530
Salary and related taxes	-	-	-	-	-	-	2,098
	4,773,367	**-**	**4,773,367**	**2,001,012**	**-**	**2,001,012**	**6,970,293**
	14,096,588	**-**	**14,096,588**	**5,555,675**	**-**	**5,555,675**	**20,463,910**

PART 3: PROJECT MANAGEMENT

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. E0790-TJ							
Salary and related taxes	221,739	35,136	256,875	189,903	30,030	219,933	749,028
Trip expenses	19,539	526	20,065	6,747	-	6,747	44,046
Fuel and lubricants	16,005	-	16,005	14,762	-	14,762	44,168
Repair and maintenance of transport	13,417	-	13,417	8,171	-	8,171	25,548
Communication costs	12,037	1,257	13,294	10,727	1,256	11,983	35,872
Trainings and seminars	10,058	-	10,058	5,004	-	5,004	25,010
Audit	6,560	-	6,560	1,967	-	1,967	31,778
Communal services	4,880	-	4,880	1,172	-	1,172	8,206
Advertisement	3,367	-	3,367	1,720	-	1,720	5,087
Office supplies expenses	3,280	136	3,416	3,742	2,843	6,585	11,902
Banking expenses	2,194	256	2,450	1,720	40	1,760	7,685
Purchase of vehicles	-	-	-	69,265	-	69,265	69,265
Basic study of WUAs	-	-	-	1,462	-	1,462	2,623
Purchase of office furniture and equipment	-	11,632	11,632	1,458	-	1,458	15,193
Office and premises renovation	-	9,455	9,455	-	-	-	61,950
Software	-	4,036	4,036	-	-	-	24,536
The expense for the transfer	-	-	-	-	-	-	7,372
Expenses for the purchase of computer accessories	-	-	-	-	-	-	266
Other administrative costs	-	-	-	-	-	-	1,921
	313,076	**62,434**	**375,510**	**317,820**	**34,169**	**351,989**	**1,171,456**

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total	
Grant No. TF0B8740-TJ							
Salary and related taxes	105,634	42,944	148,578	85,319	9,174	94,493	285,365
Trip expenses	8,913	643	9,556	2,905	-	2,905	14,592
Fuel and lubricants	7,191	-	7,191	6,632	-	6,632	16,158
Repair and maintenance of transport	6,377	-	6,377	3,689	-	3,689	12,853
Communication costs	5,408	1,537	6,945	4,819	-	4,819	13,547
Trainings and seminars	4,518	-	4,518	2,248	-	2,248	12,352
Audit	2,947	-	2,947	883	-	883	3,830
Communal services	2,292	-	2,292	493	-	493	3,124
Advertisement	1,546	-	1,546	766	-	766	2,798
Office supplies expenses	1,501	296	1,797	1,654	-	1,654	3,697
Banking expenses	1,475	290	1,765	1,606	5	1,611	4,090
Purchase of vehicles	-	-	-	31,119	-	31,119	38,862
Basic study of WUAs	-	-	-	2,192	-	2,192	2,192
Purchase of office furniture and equipment	-	14,217	14,217	655	-	655	15,393
Office and premises renovation	-	11,598	11,598	-	-	-	23,856
Software	-	4,982	4,982	-	-	-	4,982
The expense for the transfer	-	-	-	-	-	-	-
Expenses for the purchase of computer accessories	-	-	-	-	-	-	-
Other administrative costs	-	-	-	-	-	-	-
	147,802	**76,507**	**224,309**	**144,980**	**9,179**	**154,159**	**457,691**
	460,878	**138,941**	**599,819**	**462,800**	**43,348**	**506,148**	**1,629,147**
	16,590,616	**243,797**	**16,834,413**	**7,065,793**	**43,348**	**7,109,141**	**25,494,454**

For the year ended December 31, 2025, under Part 4 "Contingent Emergency Response Component" had no expenditures.

7. DIRECT PAYMENTS PROCEDURES

Direct payments made by the IDA from Grant Account during the period from January 1, 2025 to December 31, 2025 are stated in the following table:

Sources of financing	No. of Withdrawal application	Dated	Payment Currency	Amount in payment currency	Paid Amount by category (in USD) Goods	Total amount in USD
ARLI PIU						
Grant No. E0790-TJ	ALRI E 17	October 1, 2025	USD	1,296,602	1,296,602	1,296,602
Grant No. E0790-TJ	ALRI E 21	December 30, 2025	USD	248,003	248,003	248,003
Grant No. TF0B8740-TJ	ALRI TF17	October 6, 2025	USD	582,532	582,532	582,532
					2,127,137	**2,127,137**

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 (in USD) Goods	Works	Consulting Services	Operating expenses	Total Amount in USD
2025	2,127,137	-	-	-	2,127,137
Total	**2,127,137**	**-**	**-**	**-**	**2,127,137**

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 from January 1, 2025 to December 31, 2025 is stated in the following table:

	PMU ARLI	PIU MEWR
Total Amount reported under SOEs	**14,464,157**	**243,797**
Less: Expenditures no submitted to WB on 31 December 2025	***(1,054,411)***	***(142,897)***
ALRI TF 22	*(424,421)*	-
ALRI E 22	*(629,990)*	-
MEWR TF 3	-	*(78,587)*
MEWR 3	-	*(64,310)*
Subtotal	**13,409,746**	**100,900**
Of which: replenished to Designated Account	**14,837,834**	**144,237**
Less: Reimbursement of expenses for 2024 under:	**(1,428,088)**	**(43,337)**
ALRI TF04	*(510,288)*	-
*ALRI E03**	*(917,800)*	-
MEWR TF 2	-	(23,834)
MEWR 2	-	(19,503)
Subtotal:	**13,409,746**	**100,900**
Difference	**-**	**-**

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

SOE application No. / Agency	Period of expenses (year)	Expenses category: Consulting services under Parts 1.2 (except Part 1.2(vi)), 2, and 3(ii) of the Project	Expenses category: Non-consulting services, goods, Training and Operating Costs under Parts 1.2 (except Part 1.2(vi), 2	Total amount to be replenished	Total amount of replenishment of the Designated Account	Offset from advances
ARLI / Grant No. TF0B8740-TJ						
ALRI TF09[1]	2024	139,702	370,586	510,288	510,288	-
ALRI TF10	2025	222,265	171,760	394,025	394,025	-
ALRI TF11	2025	229,608	476,367	705,975	705,975	-
ALRI TF12	2025	229,042	218,865	447,907	447,907	-
ALRI TF13	2025	65,125	352,478	417,603	417,603	-
ALRI TF14	2025	179,097	400,739	579,836	579,836	
ALRI TF15	2025	56,962	297,717	354,679	354,679	
ALRI TF16	2025	197,483	544,045	741,528	741,528	
ALRI TF18	2025	84,178	339,222	423,400	423,400	
ALRI TF19	2025	34,653	264,928	299,581	299,581	
ALRI TF20	2025	84,731	411,276	496,007	496,007	
ALRI TF 22	2025	201,584	222,837	424,421	-	-
ARLI / Grant No. E0790-TJ						
ALRI E09*	2024	93,135	824,665	917,800	917,800	-
ALRI E10	2025	148,197	382,186	530,383	530,383	-
ALRI E11	2025	153,072	1,060,086	1,213,158	1,213,158	-
ALRI E12	2025	152,228	486,905	639,133	639,133	-
ALRI E13	2025	42,816	673,853	716,669	716,669	-
ALRI E14	2025	119,495	891,557	1,011,052	1,011,052	
ALRI E15	2025	37,975	663,701	701,676	701,676	
ALRI E16	2025	115,984	1,271,415	1,387,399	1,387,399	
ALRI E 18	2025	71,874	694,575	766,449	766,449	
ALRI E 19	2025	23,102	588,895	611,997	611,997	
ALRI E 20	2025	56,487	914,802	971,289	971,289	
ALRI E 22	2025	134,388	495,602	629,990	-	-
		2,873,183	**13,019,062**	**15,892,245**	**14,837,834**	

SOE application No. / Agency	Period of expenses (year)	Expenses category: Consulting services under Parts 1.2 (except Part 1.2(vi)), 2, and 3(ii) of the Project	Expenses category: Non-consulting services, goods, Training and Operating Costs under Parts 1.2 (except Part 1.2(vi), 2	Total amount to be replenished	Total amount of replenishment of the Designated Account	Offset from advances
MEWR / Grant No. TF0B8740-TJ						
MEWR TF 2	2025	1,340	78,085	79,425	79,425	
MEWR TF 3	2025	65,433	34,495	99,928	-	
MEWR / Grant No. E0790-TJ						
MEWR 2	2025	1,096	63,716	64,812	64,812	
MEWR 3	2025	53,536	28,364	81,900	-	
		121,405	**204,660**	**326,065**	**144,237**	

*1 The application "ALRI TF09" for the amount of 510,288 USD, which was actually replenished in 2025, contains SOE 2024 for the amount of 510,288 USD.
*2 The application "ALRI E09" for the amount of 917,800 USD, which was actually replenished in 2024, contains SOE 2024 for the amount of 917,800 USD.

9. STATEMENT OF FINANCIAL POSITION

Financial position as at December 31, 2025 and 2024 comprises:

	December 31, 2025			December 31, 2024		
	PMU ARLI	PIU MEWR	Total	PMU ARLI	PIU MEWR	Total
ASSETS AND EXPENDITURES						
Cash and cash equivalents	1,446,866	111,164	1,558,030	1,072,407	207,598	1,280,005
Cumulative project expenses	25,207,309	287,145	25,494,454	8,616,693	43,348	8,660,041
Return of Temporary financial	513,218	-	513,218	513,218	-	513,218
Foreign exchange loss	-	-	-	-	-	-
TOTAL ASSETS AND EXPENDITURES	**27,167,393**	**398,309**	**27,565,702**	**10,202,318**	**250,946**	**10,453,264**
FINANCING						
Funds received	26,653,683	394,237	27,047,920	9,688,712	250,000	9,938,712
Temporary financial	513,218	-	513,218	513,218	-	513,218
Foreign exchange gain	492	4,072	4,564	388	946	1,334
Other income	-	-	-	-	-	-
TOTAL FINANCING	**27,167,393**	**398,309**	**27,565,702**	**10,202,318**	**250,946**	**10,453,264**

10. WITHDRAWAL APPLICATIONS

Withdrawal applications for the year ended December 31, 2025 comprise:

Sources of financing	Application	Value Date	Direct payments	Advances	Total
PMU ARLI					
Grant No. E0790-TJ	ALRI E09	January 22, 2025	-	917,800	917,800
Grant No. E0790-TJ	ALRI E10	February 18, 2025	-	530,383	530,383
Grant No. E0790-TJ	ALRI E11	April 21, 2025	-	1,213,158	1,213,158
Grant No. E0790-TJ	ALRI E12	May 30, 2025	-	639,133	639,133
Grant No. E0790-TJ	ALRI E13	June 26, 2025	-	716,669	716,669
Grant No. E0790-TJ	ALRI E14	July 16, 2025	-	1,011,052	1,011,052
Grant No. E0790-TJ	ALRI E15	August 14, 2025	-	701,676	701,676
Grant No. E0790-TJ	ALRI E16	September 12, 2025	-	1,387,399	1,387,399
Grant No. E0790-TJ	ALRI E 17	October 1, 2025	1,296,602	-	1,296,602
Grant No. E0790-TJ	ALRI E 18	November 19, 2025	-	766,450	766,450
Grant No. E0790-TJ	ALRI E 19	November 24, 2025	-	611,996	611,996
Grant No. E0790-TJ	ALRI E 20	December 8, 2025	-	971,289	971,289
Grant No. E0790-TJ	ALRI E 21	December 30, 2025	248,003	-	248,003
			1,544,605	**9,467,005**	**11,011,610**
Grant No. TF0B8740-TJ	ALRI TF09	January 27, 2025	-	510,288	510,288
Grant No. TF0B8740-TJ	ALRI TF10	February 21, 2025	-	394,025	394,025
Grant No. TF0B8740-TJ	ALRI TF11	April 25, 2025	-	705,975	705,975
Grant No. TF0B8740-TJ	ALRI TF12	June 04, 2025	-	447,907	447,907
Grant No. TF0B8740-TJ	ALRI TF13	July 1, 2025	-	417,603	417,603
Grant No. TF0B8740-TJ	ALRI TF14	July 18, 2025	-	579,836	579,836
Grant No. TF0B8740-TJ	ALRI TF15	August 19, 2025	-	354,679	354,679
Grant No. TF0B8740-TJ	ALRI TF16	September 17, 2025	-	741,528	741,528
Grant No. TF0B8740-TJ	ALRI TF17	October 6, 2025	582,532	-	582,532
Grant No. TF0B8740-TJ	ALRI TF18	November 24, 2025	-	423,400	423,400
Grant No. TF0B8740-TJ	ALRI TF19	November 24, 2025	-	299,581	299,581
Grant No. TF0B8740-TJ	ALRI TF20	December 11, 2025	-	496,007	496,007
			582,532	**5,370,829**	**5,953,361**
			2,127,137	**14,837,834**	**16,964,971**
PIU MEWR					
Grant No. E0790-TJ	MEWR 2	September 12, 2025	-	64,812	64,812
Grant No. TF0B8740-TJ	MEWR TF 2	September 17, 2025	-	79,425	79,425
			-	**144,237**	**144,237**
			2,127,137	**14,982,071**	**17,109,208**

11. STATEMENT OF DESIGNATED ACCOUNT

Statement of designated account for the year ended December 31, 2025 comprise:

Bank	CJSC "International Bank of Tajikistan"	CJSC "International Bank of Tajikistan"	OJSC "Bank Eskhata"	OJSC "Bank Eskhata"
Currency	US Dollars	US Dollars	US Dollars	US Dollars
Bank's location	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan	Dushanbe, the Republic of Tajikistan
	PMU ARLI Grant No. E0790-TJ	**PMU ARLI Grant No. TF0B8740-TJ**	**PIU MEWR Grant No. E0790-TJ**	**PIU MEWR Grant No. TF0B8740-TJ**
Balance as at January 1, 2025	**1,318,029**	**909,111**	**-**	**-**
Advances	9,467,005	5,370,829	64,812	79,425
Transfer from Designated account No. 2	10,000	-	35,199	-
Transfer from Designated account No. 1	-	10,000	-	35,199
Total receipts	**9,477,005**	**5,380,829**	**100,011**	**114,624**
Transfer, conversion of funds	8,789,570	4,716,592	112,011	141,683
Transfer to Designated account No. 2	10,000	-	-	-
Transfer to Designated account No. 1	-	10,000	-	-
Expenditures paid	388,364	567,918	-	-
Bank services	737	386	12	12
Balance as at December 31, 2025	**870,660**	**575,835**	**87,976**	**22,917**

12. UNDRAWN FUNDS

As at December 31, 2025 undrawn funds are presented as follows:

	Grant No E0790-TJ		**Grant No TF0B8740-TJ**	
	In XDR	**In USD**	**In EUR**	**In USD**
Approved financing amount	**22,400,000**	**30,000,000**	**16,190,000**	**17,383,203**
Funds received from January 1, 2023 to December 31, 2025	12,877,920	17,359,137	8,675,355	9,709,933
Historical forex between SDR and USD	-	-	-	-
Undrawn financing amount	**9,522,080**	**12,640,863**	**7,514,645**	**7,673,270**

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.

Contract value of obligations valid as at December 31, 2025 was as follows:

Counterparty	Contract No.	Currency	Remaining Contract Value *(in USD)*
ARLI PMU			
Ghazaryan Adibek	SWIM-CS-IC-011	USD	53,770
Consulting Engineering Services LTD., LLC	SWIM-CS-D-01	USD	105,559
LLC "ShM Mehri Hatlon"	SWIM-CW-NCB-05	TJS	218,826
WAPCOS Limited	SWIM-CS-QCBS-03	USD	708,524
LLC "Nakukor"	SWIM-CS-CQS-001	USD	3,820
PO "Nakukor"	SWIM-CS-CQS-004	USD	43,933
Branch of "Temelsu Uluslarasi Muhendislik Hizmetleri Anonim Shirketi" in Tajikistan	SWIM-CS-QCBS-05	USD	898,335
UNITED GROUP TEKNIK DANISMANLIK LIMITED SIRKETI	SWIM-CS-QCBS-06	USD	249,788
LLC "Sohtmoni barki Dushanbe"	SWIM-CW-NCB-015	TJS	33,845
PROYAPI MUHENDISLIK VE MUSAVIRLIK A.S.	SWIM-CS-QCBS-02	USD	352,882
LLC "Simo Company"	SWIM-CW-NCB-02	TJS	1,210,192
PO "Hamsol ba hamsol"	SWIM-CS-CQS-003	TJS	91,755
LLC "Muiraki"	SWIM-CW-NCB-017	TJS	13,210
LLC "Fayzbahsh"	SWIM-CW-NCB-018	TJS	40,039
CJSC "Fidelity Consulting"	SWIM-CS-QCBS-04	USD	384,586
LLC "Bunyodkor 2010"	SWIM-CW-NCB-07	TJS	892,523
LLC "Sharora"	SWIM-CW-NCB-19	TJS	208,466
LLC "Sokhilsoz"	SWIM-CW-NCB-20	TJS	273,569
LLC "Asil Sokhtmon"	SWIM-CW-NCB-21	TJS	127,843
LLC "Inventor"	SWIM-CW-NCB-23 LOT 1.	TJS	60,001
LLC "Dushanbe Inshoot"	SWIM-CW-NCB-23 LOT 2.	TJS	54,858
LLC "Arshan and K"	SWIM-CW-NCB-23 LOT 3.	TJS	55,600
LLC "Muiraki"	SWIM-CW-NCB-010	TJS	534,172
LLC "ShM Mehri Hatlon"	SWIM-CW-NCB-08	TJS	1,223,098
LLC "Sohtmoni barki Dushanbe"	SWIM-CW-NCB-24	TJS	159,219
LLC "Tojikgidroelektromontazh"	SWIM-CW-ICB-001	USD	9,393,544
LLC "Kudrati Dangara"	SWIM-CW-NCB-01	TJS	358,585
LLC "Dushanbe Inshoot"	SWIM-G-NCB-08	TJS	430,587
LLC "Sohtmon va Mekhanika"	SWIM-CW-RFQ-01	TJS	225,435

Counterparty	Contract No.	Currency	Remaining Contract Value *(in USD)*
MEWR PIU			
LLC "Nushbod"	26	TJS	685
LLC "Farisa"	41	TJS	1,054
Individual Entrepreneur "M.A. Khalimov"	07.06.2024	TJS	1,105
LLC "Savdoi Mahsus" (Specialized Trade)	13	TJS	129
LLC "Tojik Sokhtmon" (Tajik Construction)	17	TJS	209
LLC "Bunyodi Ustuvor" (Sustainable Development)	TJ MEWR 477306-CW-RFQ	TJS	21,054
LLC "Saykhati Bekanor"	10.01.2025	TJS	577
LLC "Chance Soft"	477238-GO-RFQ	TJS	9,018
LLC "Asri Kishovarz" (Century of Agriculture)	477310-GO-RFQ	TJS	25,849
LLC "Nuri Bakht" (Light of Fortune)	TJ MEWR 477308-GO-RFQ	TJS	63,887
Individual Entrepreneur "Nekhruz Rustamov"	01/2025	TJS	408
LLC "Peshravi Asr" (Progress of the Era)	21	TJS	1,093
LLC "Toj Muosir" (Modern Crown)	7	TJS	4,227

14. LEGAL CASES

There were no any legal cases related to the Project.

15. EVENTS AFTER THE REPORTING DATE

Project Financing

From January 1, 2026, to the date of issuance of these project special purpose financial statements the World Bank provided financing to the Project as follows:

Method of financing	Application	Date value	Amount in USD	Amount in SDR	Amount in EUR
Grant No TF0B8740-TJ					
Direct Payment	ALRI TF21	January 5, 2026	111,422	-	94,851
Advance	ALRI TF 22	February 9, 2026	424,421	-	359,526
Direct Payment	ALRI TF 23	March 4, 2026	239,500	-	204,684
Advance	ALRI TF 24	March 9, 2026	479,286	-	413,213
Advance	ALRI TF 25	March 26, 2026	371,788	-	320,894
Direct Payment	ALRI TF 27	March 28, 2026	460,570	-	395,679
Advance	ALRI TF 28	March 28, 2026	836,873	-	718,963
Advance	MEWR TF 3	June 11, 2026	99,928	-	-
			3,023,788	**-**	**2,507,810**
Grant No E0790-TJ					
Advance	ALRI E 22	February 4, 2026	629,990	458,268	-
Direct Payment	ALRI E 23	March 4, 2026	533,082	390,236	-
Advance	ALRI E 24	March 4, 2026	629,219	460,612	-
Advance	ALRI E 25	March 23, 2026	736,827	540,977	-
Advance	ALRI E 26	May 11, 2026	579,421	421,296	-
Direct Payment	ALRI E 27	May 11, 2026	1,025,140	745,377	-
Advance	ALRI E 28	May 22, 2026	813,185	595,117	-
Advance	MEWR 3	June 11, 2026	81,900	60,080	-
			5,028,764	**3,671,963**	**-**
			8,052,552	**3,671,963**	**2,507,810**

As at the date of issue of the project special purpose financial statements no other significant events or transactions occurred, except for the events or transactions described above.