

Report on the Project Financial Statements of the

**FEDERATION ROAD SECTOR
MODERNIZATION PROJECT**

of the Ministry of Finance and Treasury of Bosnia and
Herzegovina

Financed by:

IBRD 8640

For the year ended 31 December 2020

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

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FEDERATION ROAD SECTOR MODERNIZATION PROJECT

of the Ministry of Finance and Treasury of Bosnia and Herzegovina

1. Introduction

1.1 Objectives of the Project

Bosnia and Herzegovina (BiH), through its Ministry of Finance and Treasury, has obtained a loan from the International Bank for Reconstruction and Development ("IBRD") of the World Bank towards the costs of the Federation Road Sector Modernization Project (the "Project"). Loan Agreement was signed on 9 November 2016 and the total amount of the loan is € 58,00 million. The effectiveness of the Credit was declared on 4 October 2017.

Federation Project Agreement was signed between International Bank for Reconstruction and Development and Federation of Bosnia and Herzegovina as of 24 January 2017. Federation of Bosnia and Herzegovina declared its commitment to the objectives of the Project and shall cause PC Roads FBH to carry out the Project, including coordination, planning, procurement and financial management of the Project. Subsidy Agreement was signed between Bosnia and Herzegovina and Federation of Bosnia and Herzegovina as of 7 August 2017.

The objectives of the Project are to: (a) improve road connectivity and safety for road users along Project Roads; and (b) strengthen capacity for sustainable management of the main road network in the Federation of Bosnia and Herzegovina.

1.2 Components and activities of the Project

The Project consists of several small and mid-sized investments schemes including construction of new sections of roads and slow lanes, renovation of road pavement, elimination of road safety black spots and improvements to tunnels and bridges to enhance the road safety performances on the priority sections of main road network in FBiH.

The main Project categories are Works, Consultant's Services, Non-Consulting Services, Training and Operating Costs and Goods.

The Project will achieve Project objectives through the following five components:

Component 1: Road Upgrade and Modernization

Provision of support for the Federation's roads modernization program through *inter alia*:

- i. construction of selected sections of the Neum-Stolac road;
- ii. construction of additional lanes for slow traffic on selected road sections;
- iii. reconstruction/rehabilitation selected road sections with partial axis correction;
- iv. rehabilitation/reconstruction selected tunnels and bridges;

Component 2: Road Safety Interventions

Provision of support to rehabilitate locations on main roads classified as Black Spots or hazardous locations.

Component 3: Improving Main Road Network Management

Provision of technical assistance to strengthen road management system in FBiH with a particular focus on the improving financial sustainability of investments, streamlining climate resilience and enhancing road safety.

FEDERATION ROAD SECTOR MODERNIZATION PROJECT **of the Ministry of Finance and Treasury of Bosnia and Herzegovina**

1.2 Components and activities of the Project (continued)

It will have three sub-components:

Sub-component 1: Enhancing road asset management system (RAMS): This will include selective investments in road data collection equipment; upgrades of the current AMS Information Systems and database; and building internal practices in asset management to ensure a regular and cost-efficient system, including training of staff.

Sub-component 2: Enhancing capacity to improve climate resilience of the road network: This will provide support to understand better the vulnerability of the main road network to extreme climate events and identify technical solutions to improve climate resilience and will include vulnerability assessments, provision of equipment and training of staff. Such knowledge would further improve asset management by introducing climate resilience measures and decreasing the frequency of unplanned repairs following extreme weather events.

Sub-component 3: Strengthening capacity to mainstream road safety in the design and implementation of works: This will include support to PC Roads FBH in preparation of road safety audit guidelines, carrying out an IRAP road network survey, preparation of road safety investment plans, implementation of recommended measures, and training for staff.

Component 4: Project Management and Implementation

Provision of support to carry out Project management responsibilities including: (a) supervision of civil works; (b) carrying out annual Project financial audits; (c) monitoring for tunnel Crnaja; and (d) conducting technical audits.

Component 5: Contingency for Disaster Risk Response

Provision of support to rapid response to an Eligible Emergency (disaster, emergency, and/or catastrophic events) including: (a) designing and carrying out roads sector investments such as rehabilitation of damaged roads and structures; and (b) providing supervision for carrying out said rehabilitation work.

1.3. Financing of the Project

The total Project cost (without VAT) is €90.85million. EIB will provide co-financing of civil works under Components 1 and 2 and supervision under Component 4 in the amount not exceeding €33 million.

The IBRD loan disbursement percentage for components 1, 2 and 4 is set "up to 99 percent", PC Roads FBH will have to ensure that funds from each loan are used at least for the payment of one invoice from contracts signed under these components. Therefore, co-financing shares could vary by subproject/contract. Component 3 will be fully financed by IBRD loan proceeds.

The proceeds of the loan will be exclusive of any Value Added Taxes (VAT) and Customs duties.

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1.3. Financing of the Project (continued)

Project Components	Estimated costs [EUR mil.]	IBRD financing
1. Road Upgrade and Modernization	78,21	Up to 99%
2. Road safety interventions	2,76	Up to 99%
3. Improving Main Road Network Management	3,00	100%
4. Project Management and Implementation	6,885	Up to 99%
5. Contingency for Disaster Risk Response*	0.00	100%
Total Project Costs	90,85	
Front-end fee IBRD	0,145	100%
Total financing	91,00	

*Contingency for Disaster Risk Response will be kept zero while the government can utilize project budget for rapid response with agreed conditions subject to reallocation or additional finance later.

The following table specified the categories of Eligible Expenditures that may be financed out of the proceeds of IBRD 8640 Loan, the allocation of the amounts of the Loan to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

Category	Amount of the IBRD 8640 Loan Allocated (EUR)	Percentage of Expenditures to be financed (exclusive of VAT and Customs Duty)
1. Goods, works, non-consulting services, consultant's services, Training and Operating Costs for Parts 1,2 and 4 of the Project	54,855,000	Up to 99%
2. Goods, works, non-consulting services, consultant's services, Training and Operating Costs for Part 3 of the Project	3,000,000	100%
3. Emergency Expenditures under Part 5 of the Project	0	100%
4. Front-end Fee	145,000	Amounts payable pursuant to Section 2.03 of Loan Agreement in accordance with Section 2.07(b) of the General Conditions
5. Interest Rate Cap or Interest Rate Collar premium	0	Amount due pursuant to Section 2.08('c) of Loan Agreement
TOTAL AMOUNT	58,000,000	

The following table specified the categories of Eligible Expenditures that may be financed out of the proceeds of EIB 82.137 Loan, the allocation of the amounts of the Loan to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

Category	Amount of the EIB 82.137 Loan Allocated (EUR)	Percentage of Expenditures to be financed (exclusive of VAT and Customs Duty)
1. Goods, works, non-consulting services, consultant's services, Training and Operating Costs for Parts 1,2 and 4 of the Project	33,000,000	Not defined (total amount of co-financing should not be exceeded)
TOTAL AMOUNT	33,000,000	

Baker Tilly Re Opinion d.o.o.

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Independent Auditor's Report

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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 Federation Road Sector Modernization 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 2020, and a summary of significant accounting policies and other explanatory notes for the year then ended, financed under IBRD-8640.

In our opinion, the accompanying project financial statements present fairly, in all material aspects, the financial position of the Project as of 31 December 2020, 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. In conducting audit we were also guided by the Bank's financial reporting and auditing requirements, Disbursement Guidelines for Investment Project Financing, the Loan Handbook for World Bank Borrowers and the World Bank's Procurement Framework. 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.

JIB: 4200960550009 · PDV: 200960550009 · Raiffeisen Bank d.d. BiH: 1610000045270008

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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:

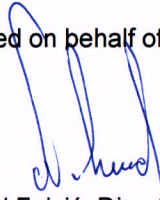
- Identify and assess the risks of material misstatement of the project financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not 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.

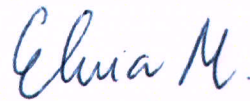
Report on other requirements

In addition, with respect to the Statement of Expenditure, adequate documentation supporting Disbursement Linked Indicators or Performance Based Conditions and underlying expenditures has been maintained to support claims for reimbursements of expenditures occurred and such expenditure were eligible and incurred for the purpose intended under the financing funds. Also, respective reports issued during the period were in agreement with the underlying books of account.

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



Nihad Fejzić, Director and Certified Auditor
Sarajevo, 7 April 2021



Elma Mešinović, Certified Auditor

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the year ended December 31, 2020

(all amounts in EUR, unless otherwise stated)

Project financial statements for the year 2020

3.1 Summary of sources and uses of funds under the IBRD No. 8640 and EIB No. 82.137

	Ref.	Actual 2020	Cumulative 2020	Cumulative 2019	Cumulative budget	Cumulative variance
FINANCING						
IBRD Credit No. 8640	3.1.1	13,009,026	24,931,626	11,922,600	58,000,000	33,068,374
EIB Credit No. 82.137	3.1.2	12,688,582	24,928,717	12,240,135	33,000,000	8,071,283
Other income	3.1.3	2,147	2,855	708	-	(2,855)
TOTAL FINANCING	3.1	25,699,755	49,863,198	24,163,443	91,000,000	41,136,802
PROJECT EXPENDITURE						
By Category						
Goods, Works, non-consulting services, consultant's services, Training and Operating costs for Parts 1,2		24,413,180	48,397,199	23,984,019	87,855,000	39,457,801
Goods, Works, non-consulting services, consultant's services, Training and Operating costs for Part 3 of the Project		1,317,373	1,317,373	-	3,000,000	1,682,627
Front-end fee		-	145,000	145,000	145,000	-
TOTAL EXPENDITURE	3.2.	25,730,553	49,859,572	24,129,019	91,000,000	41,140,428
PROJECT EXPENDITURE						
By Component						
Road Upgrade and Modernization		22,363,696	43,449,656	21,085,960	78,215,000	34,765,344
Road Safety		873,589	1,834,425	960,836	2,760,000	925,575
Improving Main Road Management		1,317,373	1,317,373	-	3,000,000	1,682,627
Project Management and Implementation		1,170,809	3,102,701	1,931,892	6,880,000	3,777,299
Operating costs		5,086	10,417	5,331	-	(10,417)
Front-end fee		-	145,000	145,000	145,000	-
TOTAL EXPENDITURE	3.2.	25,730,553	49,859,572	24,129,019	91,000,000	41,140,428

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Project financial statements for the year ended
31 December 2020

(all amounts in EUR, unless otherwise stated)

3. Project financial statements for the year 2020 (continued)

3.1.1 Summary of Sources and Uses of Funds under the IBRD 8640 (continued)

	Ref.	Actual 2020	Cumulative 2020	Cumulative 2019	Cumulative budget	Cumulative variance
FINANCING						
IBRD Credit No. 8640 BA					58,000,000	
Initial Deposit		2,437,407	8,772,659	6,335,252		
Direct Payment		-	4,142,197	4,142,197		
SoE Replenishment		5,489,593	6,920,185	1,430,592		
Reimbursement		5,082,026	5,096,585	14,559		
TOTAL FINANCING	3.2	13,009,026	24,931,626	11,922,600	58,000,000	33,068,374
PROJECT EXPENDITURE						
<i>By Category</i>						
Goods, Works, non-consulting services, consultant's services, Training and Operating costs for Parts 1,2 and 4 of the Project		11,724,599	23,468,483	11,743,884	54,855,000	31,386,517
Goods, Works, non-consulting services, consultant's services, Training and Operating costs for Part 3 of the Project		1,317,373	1,317,373	-	3,000,000	1,682,627
Front-end fee		-	145,000	145,000	145,000	-
TOTAL EXPENDITURE	3.2	13,041,972	24,930,856	11,888,884	58,000,000	33,069,144
PROJECT EXPENDITURE						
<i>By Component</i>						
Road's upgrade and Modernization		10,859,183	21,072,426	10,213,243	48,835,624	27,763,198
Road Safety		392,063	809,276	417,213	1,723,390	914,114
Improving Main Road Management		1,317,373	1,317,373	-	3,000,000	1,682,627
Project Management and Implementation		469,495	1,578,834	1,109,339	4,295,986	2,717,152
Operating Costs		3,858	7,947	4,089	-	(7,947)
Front end fee		-	145,000	145,000	145,000	-
TOTAL EXPENDITURE	3.2	13,041,972	24,930,856	11,888,884	58,000,000	33,069,144

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Project financial statements for the year ended
31 December 2020

(all amounts in EUR, unless otherwise stated)

3. Project financial statements for the year 2020 (continued)

3.1.2 Summary of Sources and Uses of Funds under the EIB 82.137 (continued)

	Ref.	Actual 2020	Cumulative 2020	Cumulative 2019	Cumulative budget	Cumulative variance
FINANCING						
EIB Credit No. 82.137					33,000,000	
SoE Replenishment		12,688,582	24,928,717	12,240,135		
TOTAL FINANCING	3.2	12,688,582	24,928,717	12,240,135	33,000,000	8,071,283
PROJECT EXPENDITURE						
By Category						
Goods, Works, non-consulting services, consultant's services, Training and Operating costs for Parts 1,2 and 4 of the Project		12,688,581	24,928,716	12,240,135	33,000,000	8,071,284
TOTAL EXPENDITURE	3.2	12,688,581	24,928,716	12,240,135	33,000,000	8,071,284
PROJECT EXPENDITURE						
By component						
Road's upgrade and Modernization		11,504,513	22,377,229	10,872,716	29,379,376	7,002,147
Road Safety		481,526	1,025,149	543,623	1,036,610	11,461
Project Management and Implementation		701,314	1,523,868	822,554	2,584,014	1,060,146
Operating Costs		1,228	2,470	1,242	-	(2,470)
TOTAL EXPENDITURE	3.2	12,688,581	24,928,716	12,240,135	33,000,000	8,071,284

* There is no separate bank account for EIB contribution to the Project. All payments are made from the EIB designated bank account. Therefore, the amount of financing is equal to the amount of expenditure, both actual and cumulative.

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the year ended
31 December 2020

(all amounts in EUR, unless otherwise stated)

3. Project financial statements for the year 2020 (continued)

3.1.3 Summary of Sources and Uses of Funds under Other Income (continued)

	Ref.	Actual 2020	Cumulative 2020	Cumulative 2019	Cumulative budget	Cumulative variance
FINANCING						
Other Income - interest		2,147	2,855	708	-	(2,855)
TOTAL FINANCING	3.2	2,147	2,855	708	-	(2,855)
PROJECT EXPENDITURE						
By Category						
Goods, Works, non-consulting services, consultant's services, Training and Operating costs for Parts 1,2 and 4 of the Project		-	-	-	-	-
TOTAL EXPENDITURE	3.2	-	-	-	-	-
PROJECT EXPENDITURE						
By component						
Road's upgrade and Modernization		-	-	-	-	-
TOTAL EXPENDITURE	3.2	-	-	-	-	-

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
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Project financial statements for the year ended
31 December 2020

(all amounts in EUR, unless otherwise stated)

3. Project financial statements for the year 2020 (continued)

3.2 Balance sheet as of 31 December 2020 showing accumulated funds of the Project and bank balances concerning IBRD and EIB financing

	Ref.	31 December 2020	31 December 2019
ASSETS			
Project expenditure IBRD 8640	3.1.1	24,930,856	11,888,884
Project expenditure EIB 82.137	3.1.2	24,928,716	12,240,135
		49,859,572	24,129,019
Designated account IBRD 8640	A.1	3,626	34,424
Designated account EIB 82.137	A.2	-	-
		3,626	34,424
Total assets		49,863,198	24,163,443
LIABILITIES			
IBRD 8640	3.1.1	24,931,626	11,922,600
EIB 82.137	3.1.2	24,928,717	12,240,135
Interest		2,855	708
Total liabilities		49,863,198	24,163,443



Signed and authorized by:

Ljubo Pravdić, Director

Public Company Roads of FBiH

Smailagić

Amra Smailagić, Head of Project
Management Department

Sarajevo, 7 April 2021

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the year ended
31 December 2020

(all amounts in EUR, 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 on the cash basis of accounting based on International Public Sector Accounting Standards 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.

4.2 Accounting policies

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

Cash basis of accounting

All receipts and expenses under IBRD Loan and EIB loan 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 IBRD Loan Account.

Statement of Expenditure (SoE)

Statements of Expenditure are used to state the expenditure under IBRD Loan during a certain period. These statements are sent to the IBRD disbursement specialist who authorizes the payment of the expenditure through the Designated Account.

Currency conversions

The reporting currency is Euro (EUR). Sources and use of funds (payments to suppliers and contractors) in currencies other than EUR have been converted to EUR 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 Account

This is the total amount of the withdrawals from the IBRD Loan account for the Project. IBRD Loan account is in EUR.

Interest on Designated accounts

Interest earned on the Designated Accounts belongs to the Borrower.

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the year ended
31 December 2020

(all amounts in EUR, unless otherwise stated)

APPENDIX A.1

DESIGNATED ACCOUNT STATEMENT

Account owned by: MINISTRY OF FINANCE AND TRESURY BIH

Account No.: 1994 9900 1024 5059

Depository Bank: Sparkasse Bank d.d BIH

Address: Zmaja od Bosne 7, 71000 Sarajevo

Related Credit: IBRD 8640 BA

Currency: EUR

	Ref.	EUR
Opening balance 1 January	3.2	34,424
Add:		
IBRD replenishments	B.1	7,927,000
Interest	3.1.3	2,147
		<u>7,963,571</u>
Deduct:		
Payments to suppliers	A.2	7,959,945
Ending balance 31 December	3.2	3,626

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the year ended
31 December 2020

(all amounts in EUR, unless otherwise stated)

APPENDIX A.2

DESIGNATED ACCOUNT STATEMENT

Account owned by: MINISTRY OF FINANCE AND TRESURY BIH
Account No.: 1994 9900 3471 8741
Depository Bank: Sparkasse Bank d.d BIH
Address: Zmaja od Bosne 7, 71000 Sarajevo
Related Credit: EIB 82.137
Currency: EUR

	Ref.	EUR
Opening balance 1 January	3.2	-
Add:		
EIB financing	B.1	12,688,582
Deduct:		
Payments to suppliers	A.2	12,688,582
Ending balance 31 December	3.2	-

** There is no separate bank account for EIB contribution to the Project. All payments are made from the EIB designated bank account. Therefore, the amount of financing is equal to the amount of expenditure.*

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the years ended 31 December 2020

(all amounts in EUR, unless otherwise stated)

APPENDIX B SoE Withdrawal Schedule of IBRD 8640 for the year ended 31 December 2020

	Initial deposit	Goods, Works, non- consulting services, consultant's services, Training and Operating costs for Parts 1,2 and 4 of the Project	Goods, Works, non- consulting services, consultant's services, Training and Operating costs for Part 3 of the Project	Emergency Expenditures under Part 5 of the Project	Front- end fee	Total application	Total disbursed
Previous years	6,335,252	11,743,884	-	-	145,000	11,888,884	11,922,600
Application 12	(5,489,593)	-	-	-	-	-	-
Application 12	7,927,000	-	-	-	-	-	7,927,000
Total initial deposit	2,437,407	-	-	-	-	-	7,927,000
Application 13	-	1,515,426	-	-	-	1,515,426	1,515,426
Application 14	-	3,358,596	208,004	-	-	3,566,600	3,566,600
Expenses incurred during 2020	-	6,850,577	1,109,369	-	-	7,959,946	-
Total 2020	2,437,407	11,724,599	1,317,373	-	-	13,041,972	13,009,026
Cumulative 2020	8,772,659	23,468,483	1,317,373	-	145,000	24,930,856	24,931,626

FEDERATION ROAD SECTOR MODERNIZATION PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

Project financial statements for the years ended
31 December 2017 and 31 December 2018

(all amounts in EUR, unless otherwise stated)

APPENDIX C

Reconciliation between IBRD's Historic Transaction Report in EUR and IBRD Loan account in EUR according to the balance sheet as of 31 December 2020; SoE Withdrawal Schedule of IBRD 8640

	Changes in IBRD Loan (in EUR)
Original amount	58,000,000
Front-end fee	145,000
Total disbursed in 2017	145,000
Withdrawal 1	1,500,000
Withdrawal 2	14,559
Withdrawal 3	2,015,206
Total disbursed in 2018	3,529,765
Cumulative disbursement 2017-2018	3,674,765
Withdrawal 4	370,165
Withdrawal 5	6,300,346
Withdrawal 6	319,171
Withdrawal 7	535,970
Withdrawal 8	456,474
Withdrawal 9	300,211
Total disbursed 2019	8,282,337
Refund to WB	(34,502)
Cumulative disbursement 2017-2019	11,922,600
Withdrawal 12	7,927,000
Withdrawal 13	1,515,426
Withdrawal 14	3,566,600
Total disbursed 2020	13,009,026
Cumulative disbursement 2017-2020	24,931,626
Calculated undisbursed balance as of 31 December 2020	33,068,374
Undisbursed balance as per IBRD's Historic Transaction Report	33,068,374
Difference	-