

**IRRIGATION AND LAND MARKET DEVELOPMENT PROJECT (“ILMDP”)**

**IBRD LOAN NUMBER 9043-GE**

**IMPLEMENTED BY  
THE MINISTRY OF ENVIRONMENTAL PROTECTION AND AGRICULTURE OF GEORGIA (“MEPA”)  
AND  
NATIONAL AGENCY OF PUBLIC REGISTRY  
OF THE MINISTRY OF JUSTICE OF GEORGIA (“NAPR”)**

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

**AND**

**INDEPENDENT AUDITOR’S REPORT**

**For the year ended 31 December 2021**

**TBILISI  
May 2022**

# IRRIGATION AND LAND MARKET DEVELOPMENT PROJECT

IBRD LOAN NUMBER 9043-GE

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## **STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION OF THE SPECIAL PURPOSE FINANCIAL STATEMENTS**

The management of the Ministry of Environmental Protection and Agriculture of Georgia ("MEPA") and National Agency of Public Registry of the Ministry of Justice of Georgia ("NAPR") are responsible for the preparation of the special purpose financial statements for the year ended 31 December 2021 of "Irrigation and Land Market Development Project" ("Project") financed by Financing Agreement IBRD Loan Number 9043-GE dated 30 March 2020, in accordance with the International Public Sector Accounting Standard "Financial Reporting under the Cash Basis of Accounting" (IPSAS-Cash Basis) issued by the International Public Sector Accounting Standards Board (IPSASB) and the Financial Management Manual for World Bank Financed Investment Operations (WB Guidelines).

In preparing the special purpose financial statements, MEPA's and NAPR's management is responsible for:

- Properly selecting and applying accounting policies;
- Presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- Providing additional required disclosures for the year ended 31 December 2021.

MEPA's and NAPR's Management is also responsible for:

- Designing, implementing and maintaining an effective and sound system of internal controls, throughout the Project;
- Maintaining adequate accounting records that are sufficient to show and explain the Project's transactions, and which enable them to ensure that the special purpose financial statements of the Project comply with *IPSAS - Cash Basis* and the *WB Guidelines*;
- Taking such steps that are reasonably available to them to safeguard the assets of the Project and to affirm that funds received have been used in accordance with the Financing Agreement IBRD Loan Number 9043-GE dated 30 March 2020, and World Bank related guidelines, with due attention to economy and efficiency, and only for the purposes for which the financing was provided; and
- Preventing and detecting fraud and other errors.

The special purpose financial statements for the year ended 31 December 2021 were authorized for issue on 23 May 2022 by the MEPA's and NAPR's management.



George Khanishvili  
First Deputy Minister of MEPA

Nino Tatishvili  
Consultant- Financial Manager for  
Components 1 and 3.1



Oleg Tortladze  
Chairman of NAPR

Nestan Tsagareishvili  
Consultant- Financial Manager for  
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## INDEPENDENT AUDITOR'S REPORT

To the Ministry of Environmental Protection and Agriculture of Georgia  
To the National Agency of Public Registry of the Ministry of Justice of Georgia

### **Opinion**

We have audited the special purpose financial statements of "Irrigation and Land Market Development Project" ("Project") financed by Financing Agreement IBRD Loan Number 9043-GE dated 30 March 2020 ("Financing Agreement"), and implemented jointly by the Ministry of Environmental Protection and Agriculture of Georgia ("MEPA") and National Agency of Public Registry of the Ministry of Justice of Georgia ("NAPR"), which comprise the statement of cash receipts and payments and the statement of expenditures per components for the year ended 31 December 2021, and notes to the special purpose financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements for the year ended 31 December 2021 are prepared, in all material respects, in accordance with International Public Sector Accounting Standard: *Financial Reporting Under the Cash Basis of Accounting*, ("IPSAS-Cash Basis").

### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing ("ISAs") as issued by International Auditing and Assurance Standards Board ("IAASB"). 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, of the MEPA and of the NAPR in accordance with the *International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants* ("IESBA Code"), and we have fulfilled out other ethical requirements in accordance with IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter- Cash Basis of Accounting**

We draw attention to Note 2 to the financial statements, which describes that financial statements are prepared in accordance with cash basis framework, as a result, they may not be suitable for another purposes. Our opinion is not modified in respect of this matter.

### **Emphasis of matter-Delays in the Project implementation**

Without qualifying our opinion, we draw your attention to Note 7 of these special purpose financial statements disclosing delays of the Project implementation.

### **Responsibilities of the Management for the Financial Statements**

Management of the MEPA and NAPR are responsible for the preparation and fair presentation of the special purpose financial statements in accordance with IPSAS-Cash Basis issued by the International Public Sector Accounting Standards Board ("IPSASB") and Financial Management Manual for World Bank Financed Investment Operations ("WB Guidelines"), and for such internal control as management determines is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility for the Audit of the Special Purpose Financial Statements**

Our objectives are to obtain reasonable assurance about whether the special purpose financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but is not a guaranty that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements arise from fraud and 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 special purpose financial statements.

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

- Identify and assess the risks of material misstatement of the special purpose financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the special purpose financial statements, including the disclosures, and whether the special purpose financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management 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 Legal Requirements**

To comply with the terms of the Financing Agreement, the MEPA's and NAPR's management shall insure that:

1. funds have been used in accordance with the conditions of the Financing Agreement concluded between the International Bank for Reconstruction and Development ("IBRD") and the Georgia, and WB Guidelines, with due attention to economy and efficiency, and only for the purposes for which the financing was provided;
2. supporting documents, records and accounts have been maintained to support claims for reimbursement of expenditures incurred. Expenditures included in the withdrawal applications and reimbursed against are eligible for financing under the Financing Agreement; Interim Unaudited Financial Statements (IFSSs) issued by MEPA during the Reporting year are in agreement with the underlying books of account;
3. The Designated Accounts used has been maintained in accordance with the provision of the Financing Agreement, and World Bank related guidelines;
4. Works, Goods and Services financed have been procured in accordance with the Financing Agreement and World Bank related guidelines.

In our opinion, the MEPA's and NAPR's management has complied with the above requirements for the year ended 31 December 2021.

"BDO Armenia" CJSC  
23 May 2022

  
Gnel Khachatryan, FCCA  
Engagement Partner



**Irrigation and Land Market Development Project**  
**IBRD Loan Number 9043-GE**

**Statement of cash receipts and payments**  
 For the year ended 31 December 2021  
 (Amounts are shown in EUR)

	Note	Actual		Planned	Variance
		Year ended 31.Dec.2020	Year ended 31.Dec.2021		
<b>TOTAL OPENING CASH</b>		-	664,224		
Sources of Funds					
IBRD Loan Number 9043-GE	8	1,045,500	2,534,357	384,705	66,654
<b>TOTAL FUNDS</b>		<b>1,045,500</b>	<b>2,534,357</b>	<b>384,705</b>	<b>66,654</b>
Project Expenditures					
(1) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 1 and 3.1 of the Project	7	64,659	253,392	4,207,008	1,860,972
(2) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 2 and 3.2 of the Project		271,117	2,074,919	45,500	-
(3) Front-end Fee		45,500	-		
<b>TOTAL PROJECT EXPENDITURES</b>		<b>381,276</b>	<b>2,328,311</b>	<b>4,637,213</b>	<b>1,927,626</b>
Foreign exchange loss					
<b>TOTAL CLOSING CASH</b>	6	<b>664,224</b>	<b>870,270</b>	<b>870,270</b>	<b>870,270</b>

**George Khanishvili**  
 First Deputy Minister of MEPA

**Nino Tatishvili**  
 Consultant- Financial Manager  
 for Components 1 and 3.1

**Oleg Tortladze**  
 Chairman of NAPR

**Nestan Tsagareishvili**  
 Consultant- Financial  
 Manager for  
 Components 2 and 3.2

23 May 2022

The notes on pages 8-16 form an integral part of these special purpose financial statements.

**Irrigation and Land Market Development Project**  
**IBRD Loan Number 9043-GE**

**Statement of expenditures per components**  
 For the year ended 31 December 2021  
 (Amounts are shown in EUR)

Components	Actual		Cumulative as at 31.Dec.2021	Planned Cumulative as at 31.Dec.2021	Variance Cumulative as at 31.Dec.2021
	Year ended 31 Dec 2020	Year ended 31.Dec.2021			
<b>Component 1. Irrigation and Drainage Improvement</b>	64,659	-	64,659	126,055	61,396
1.1. Rehabilitation and modernization of selected existing irrigation and drainage schemes	-	-	-	-	-
1.2. Strengthening National Agency for Sustainable Land Management and Land Use Monitoring	64,659	-	64,659	76,659	12,000
1.3. Increasing the security, reliability, and efficiency of current and future irrigation water supplies	-	-	-	49,396	49,396
<b>Component 2. Land Market Development</b>	222,430	1,950,268	2,172,698	4,029,322	1,856,624
2.1. Carrying out a pilot for land registration in selected areas	197,093	1,735,827	1,932,920	2,605,985	673,065
2.2. Enhancing NAPR's capacity	25,337	214,442	239,779	1,423,337	1,183,558
<b>Component 3. Project management</b>	48,687	378,042	426,730	436,336	9,606
3.1. Supporting project management for Component 1 of the Project	-	253,392	253,392	258,649	5,257
3.2. Supporting project management for Component 2 of the Project	48,687	124,650	173,338	177,687	4,349
<b>Front-end fee</b>	45,500	-	45,500	45,500	-
<b>TOTAL</b>	381,276	2,328,311	2,709,587	4,637,213	1,927,626

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23 May 2022

The notes on pages 8-16 form an integral part of these special purpose financial statements.

**Notes to the special purpose financial statements**

For the year ended 31 December 2021

*(Amounts are shown in EUR)*

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**1. General information**

**1.1. The Project**

The Financing Agreement IBRD Loan Number 9043-GE was signed on 30 March 2020 between the Georgia and the International Bank for Reconstruction and Development (“IBRD”), according to which IBRD provided financing to the Georgia in the amount of 18,200,000 Euro (EUR). The Financing Agreement became effective on 21 May 2020.

The financing was provided for the implementation of “Irrigation and Land Market Development Project” (the Project).

The payment currency of IBRD Loan Number 9043-GE is Euro (EUR).

The Closing date of IBRD Loan Number 9043-GE is set 30 September 2022 (as updated).

The Grace Period for submitting withdrawal application for expenditures incurred before the Closing date is four months following the Closing date: 31 January 2023.

**1.2. The Project objectives**

The objective of this project is to: (i) improve the delivery of irrigation and drainage services in selected areas; and (ii) develop improved policies, procedures, and systems as a basis for a national land management program.

The Project consists of the following components:

**Component 1. Irrigation and Drainage Improvement**

- 1.1. Rehabilitation and modernization of selected existing irrigation and drainage schemes;
- 1.2. Strengthening National Agency for Sustainable Land Management and Land Use Monitoring;
- 1.3. Increasing the security, reliability, and efficiency of current and future irrigation and water supplies.

**Component 2. Land Market Development**

- 2.1. Carrying out a pilot for land registration in selected areas;
- 2.2. Enhancing NAPR's capacity.

**Component 3. Project Management**

- 3.1. Supporting project management for Component 1 of the Project;
- 3.2. Supporting project management for Component 2 of the Project.



**Irrigation and Land Market Development Project**  
**IBRD Loan Number 9043-GE**

**Notes to the special purpose financial statements**  
For the year ended 31 December 2021  
(Amounts are shown in EUR)

**1.3. The Project Budget**

The Project is wholly financed by IBRD Loan Number 9043-GE, inclusive of all taxes.

Category	IBRD Loan Number 9043- GE	Total	IBRD Loan Expenditure Financing (inclusive of taxes)
	EUR	EUR equivalent	
(1) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 1 and 3.1 of the Project	8,490,000	8,490,000	100%
(2) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 2 and 3.2 of the Project	9,664,500	9,664,500	100%
(3) Front-end Fee	45,500	45,500	
(4) Interest Rate Cap or Interest Rate Collar Premium			
<b>Total</b>	<b>18,200,000</b>	<b>18,200,000</b>	

**1.4. Project Implementation**

The Project is jointly implemented by the Ministry of Environmental Protection and Agriculture of the Georgia ("MEPA") and National Agency of Public Registry ("NAPR") of the Ministry of Justice of the Georgia.

The Components 1 and 3.1 are implemented by the MEPA and the Component 2 and 3.2 by the NAPR (Note 1.2).

The MEPA is responsible for combining financial reporting of the Project.

The MEPA address is: 6 Marshal Gelovani Avenue, Tbilisi, Georgia, 0159.

The NAPR address is: 22 Gorgasali street, Tbilisi, Georgia, 0114.

**Notes to the special purpose financial statements**

For the year ended 31 December 2021

*(Amounts are shown in EUR)*

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**2. Summary of significant accounting policies**

**2.1. Preparation and presentation of financial statements**

The special purpose financial statements are prepared in accordance with the International Public Sector Accounting Standard: *Financial Reporting Under the Cash Basis of Accounting* (IPSAS-Cash Basis), issued by the International Public Sector Accounting Standards Board (IPSASB), and presented in accordance with Financial Management Manual for World Bank Financed Investment Operations.

The principal accounting policies applied in the preparation of these special purpose financial statements are set out below. These policies have been consistently applied to all the periods presented.

**2.2 Cash basis of accounting**

Project financing is recognised as a source of project funds when the cash is received. Project expenditures are recognised as a use of project funds when the payments are made.

**2.3 Reporting currency**

The reporting currency of these special purpose financial statements is Euro (EUR). The expenditures made in local currency, Georgian Lari (GEL), are translated into EUR based at the exchange rate prevailing at the date of the transaction as issued by the National Bank of Georgia (NBG).

The exchange rate defined by the NBG is as follows:

31 December 2020:	EUR 1 = 4.0233 GEL.
31 December 2021:	EUR 1 = 3.5040 GEL.

**2.4. Taxes**

The taxes are paid in accordance with the tax regulation of the Georgia.

**2.5. Budget**

Expenditure budget is created based on actual accumulated expenditures for the last period plus the updated procurement plans for the Reporting year.

**Notes to the special purpose financial statements**

For the year ended 31 December 2021

(Amounts are shown in EUR)

**3. Summary of Summary Reports and SOEs**

**IBRD Loan Number 9043-GE**

Withdrawal application No	Withdrawal application value date	Disbursement category	Total
		(1) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 1 and 3.1 of the Project	
IBRD 1	25-Jun-2021	145,956.44	145,956.44
IBRD 2	27-Dec-2021	148,981.10	148,981.10
<b>Subtotal</b>		<b>294,937.54</b>	<b>294,937.54</b>

Withdrawal application No	Withdrawal application value date	Disbursement category	Total
		(2) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 2 and 3.2 of the Project	
2	20-Jan-2021	674,000.00	674,000.00
5	24-May-2021	351,000.00	351,000.00
6	26-Aug-2021	581,000.00	581,000.00
7	23-Nov-2021	426,699.37	426,699.37
<b>Subtotal</b>		<b>2,032,699.37</b>	<b>2,032,699.37</b>

**Total for the year ended 31 Dec 2021**

Category	Amount
(1) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 1 and 3.1 of the Project	294,937.54
(2) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 2 and 3.2 of the Project	2,032,699.37
<b>Total</b>	<b>2,327,636.91</b>

**Irrigation and Land Market Development Project  
IBRD Loan Number 9043-GE**

**Notes to the special purpose financial statements**  
For the year ended 31 December 2021  
(Amounts are shown in EUR)

**4. Statement of Designated Accounts**

Financing Agreement Implementing Agency	IBRD Loan Number 9043-GE	
	MEPA	NAPR
Bank account number	202250239	202255407
Account currency	EUR	EUR
Bank	State Treasury Service, Ministry of Finance of Georgia	
Bank location	16 Gorgasali street, Tbilisi, Georgia	

	For year ended 31 Dec 2021		
	MEPA	NAPR	Total
	EUR	EUR	EUR
1. Opening balance	435,341	228,883	664,224
2. Add: opening discrepancy	-	-	-
3. IBRD advance/replenishment	294,938	2,032,699	2,327,637
4. Less: Refund to IBRD from DA	-	-	-
5. Present outstanding amount advanced to DA	730,279	2,261,582	2,991,861
6. DA closing balance	476,887	393,383	870,270
7. Add: Amount of eligible expenditures paid	253,392	1,868,198	2,121,590
8. Less: interest earned (if Loaned to DA)	-	-	-
9. Total advance accounted for	730,279	2,261,582	2,991,860
10. Closing discrepancy (5)-(9)	-	-	-

**Notes to the special purpose financial statements**  
For the year ended 31 December 2021  
(Amounts are shown in EUR)

**5. Statement of Financial Position (Statement of Fund balances)**

The Statement of Financial Position discloses assets, liabilities and net assets of the Project as at reporting date. It is prepared in accrual basis that is transactions are recognized when they occur (and not only when cash is received or paid).

	Note	31 Dec 2020 EUR	31 Dec 2021 EUR
<b>ASSETS</b>			
Cash	6	664,224	870,270
Prepayments		-	-
<b>Total assets</b>		<b>664,224</b>	<b>870,270</b>
<b>LIABILITIES</b>			
Payables		-	-
<b>Total liabilities</b>		<b>-</b>	<b>-</b>
<b>NET ASSETS</b>			
Cumulative income			
IBRD Loan Number 9043-GE	8	1,045,500	3,579,857
		<b>1,045,500</b>	<b>3,579,857</b>
Cumulative expenses			
Project expenses		381,276	2,709,587
		<b>381,276</b>	<b>2,709,587</b>
<b>Total net assets</b>		<b>664,224</b>	<b>870,270</b>

**6. Cash**

	Implementing Agency	Underlying Currency	31 Dec 2020 EUR	31 Dec 2021 EUR
<b>IBRD Loan 9043-GE</b>				
Designated Account	MEPA	EUR	435,341	476,887
Designated Account	NAPR	EUR	228,883	393,383
			<b>664,224</b>	<b>870,270</b>

Notes to the special purpose financial statements

For the year ended 31 December 2021

(Amounts are shown in EUR)

7. Project Expenditures Implementation Progress

Category	Cumulative Expenditures as at 31 Dec 2021	Project total budget	Progress (a)
	EUR	EUR	%
<b>(1) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 1 and 3.1 of the Project</b>	<b>318,051</b>	<b>8,490,000</b>	<b>3.7%</b>
1.1. Rehabilitation and modernization of selected existing irrigation and drainage schemes	-	6,870,000	0.0%
1.2. Strengthening National Agency for Sustainable Land Management and Land Use Monitoring	64,659	360,578	17.9%
1.3. Increasing the security, reliability, and efficiency of current and future irrigation water supplies	-	909,422	0.0%
3.1. Supporting project management for Component 1 of the Project	253,392	350,000	72.4%
<b>(2) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 2 and 3.2 of the Project</b>	<b>2,346,036</b>	<b>9,664,500</b>	<b>24.3%</b>
2.1. Carrying out a pilot for land registration in selected areas	1,932,920	5,820,000	33.2%
2.2. Enhancing NAPR's capacity	239,779	3,360,000	7.1%
3.2. Supporting project management for Component 2 of the Project	173,338	484,500	35.8%
<b>(3) Front-end Fee</b>	<b>45,500</b>	<b>45,500</b>	<b>100.0%</b>
<b>Total</b>	<b>2,709,587</b>	<b>18,200,000</b>	<b>14.9%</b>

(a) The Financing Agreement became effective on 21 May 2020, with closing date is set at 30 Sept 2022 (Note 1.1). As at 31 Dec 2021, 14.9% of the project budget was implemented.

MEPA: First IDA funds should be spent totally and only then, MEPA will start disbursement under IBRD (expectation is that this will start from end of 2022). The works are progressing slower than expected due to COVID 19 and changes in the original detailed designs. One of the three contracts was terminated (design changes) and another is under consideration to be terminated (big delays). The project extension for another year (until 30 September 2023) was requested by MEPA to WB, and it is expected to be formalized in June 2022. The operational costs (project management) for project management should be maintained in order to keep the PIU HR capacity.

NAPR: In 2021, NAPR moved quality control of the registration process to in-house teams, which generated savings. Previously it was planned to conduct QC of the survey process through a private company, however, with less funds NAPR, will conduct QC process of surveyed land plots as well as the legal aspect of the registered plots. Recruitment process of qualified surveyors and registrars was delayed due to the COVID 19 pandemic. Additionally, the major IT hardware purchases that were planned in the 4th quarter of the year were moved to 2022, due to the consultation process and time needed to agree the technical specifications.

Additionally, following the lengthy process of negotiations, letter #501652 of the NAPR Chairman on the proposed restructuring was sent to the World Bank on December 23, 2021. Proposed restructuring and scale up became possible due to the introduction of the electronic minutes application and use of in-house approach, which increased efficiency in the overall management of the SLR process and generated substantial financial savings under the Component 2. The parties in principle agreed that, subject to project restructuring, LMDC would co-finance the National Rollout of Systematic Land Registration, with 15 million GEL to support the rollout activities. The proposed restructuring of the project will also prolong the project duration by one year, until September 2023.

**Irrigation and Land Market Development Project  
IBRD Loan Number 9043-GE**

**Notes to the special purpose financial statements**

For the year ended 31 December 2021

(Amounts are shown in EUR)

**8. Financing IBRD Loan Number 9043-GE**

	FY2020 EUR	FY2021 EUR	Cumulative as at 31 Dec 2021 EUR
Advance/ (advance recovery)	1,000,000	-	1,000,000
Direct Payment	-	206,720	206,720
SOE and Summary Report	-	2,327,637	2,327,637
Front-end fee	45,500	-	45,500
<b>Total</b>	<b>1,045,500</b>	<b>2,534,357</b>	<b>3,579,857</b>
Total financing budget			<b>18,200,000</b>
Percentage of finance provided as at 31 Dec 2021			<b>20%</b>

**9. Reimbursements after the reporting date**

**9.1. MEPA**

The application N IBRD 3, that includes expenditures relating to the reporting year in the total amount of 23,113 EUR, was submitted to WB on 7 April 2022 and was approved on 14 April 2022.

**9.2. NAPR**

The application N 8, that includes expenditures relating to the reporting year in the total amount of 605,866 EUR, was submitted to WB on 13 February 2022 and was approved on 17 February 2022.

**10. Litigations**

There are no pending litigations related to the Project as at reporting date and as at approval date of these financial statements.

**Irrigation and Land Market Development Project**  
**IBRD Loan Number 9043-GE**

**ANNEX 1. RECONCILIATION BETWEEN THE AMOUNTS SUBMITTED BY THE MEPA AND  
 NAPR AND DISBURSED BY THE WORLD BANK**

For the year ended 31 December 2021

(Amounts are shown in EUR)

**IBRD Loan Number 9043-GE**

For the year ended 31 Dec 2021

**A. MEPA**

Expenditure Category	Appl.	MEPA	WB	Difference
(1) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 1 and 3.1 of the Project	IBRD 1	145,956.44	145,956.44	-
	IBRD 2	148,981.10	148,981.10	-
		294,937.54	294,937.54	
<b>Total</b>		294,937.54	294,937.54	

**B. NAPR**

Expenditure Category	Appl.	NAPR	WB	Difference
(2) Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Components 2 and 3.2 of the Project	2	674,000.00	674,000.00	-
	3DP	206,720.29	206,720.29	-
	5	351,000.00	351,000.00	-
	6	581,000.00	581,000.00	-
	7	426,699.37	426,699.37	-
			2,239,419.66	2,239,419.66
<b>Total</b>		2,239,419.66	2,239,419.66	