

Representation Letter

25 May 2021

To: Gnel Khachatryan, Partner
BDO Armenia cjsc

This representation letter is provided in connection with your audit of the Financial Statements for the year ended 31 Dec 2020 of the "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").

We acknowledge our responsibility for:

- fair presentation of the financial statements in accordance with IPSAS-cash basis;
- keeping accounts and financial documents that are correct, complete, fair, representing the true facts, in conformity with the objectives of the Project, and national legislation.
- design and implementation of internal control to prevent and detect fraud.
- completeness of information concerning financing received or due and own financing concerning there period examined, for the project being examined.
- availability of any information and explanations, either orally or by written confirmation, which might be required by the Auditor in the execution of their audit.

We confirm, to the best of our knowledge, that:

- We have made available to you all books of account and supporting documentation.
- There were no material transactions that had not been properly recorded in the accounting records underlying the financial statements.
- The internal control system is reliable: approval and control of financial and other documents, segregation of duties are adequately done;
- The project funds have been used in accordance with the established budget;
- The financial activities are performed in conformity with the project objectives and adherence to the grant agreement terms.
- The financial resources are used in an economical and efficient manner.
- There have been no irregularities involving management or employees who have a significant role in the accounting and internal control systems or that could have a material effect on the financial statements.
- The financial statements are free of material misstatements, including omissions.
- There has been no noncompliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of noncompliance.
- There have been no events subsequent to period end which require adjustment of or disclosure in the financial statements, in additions to those that we disclosed or adjusted.
- Claims in connection with litigation that have been or expected to be received is presented to you.
- We not aware of any fraud or suspected fraud affecting the Project involving:
 - a. Management,
 - b. Employees who have significant roles in internal control, or
 - c. Others where the fraud could have a material effects on the financial statements.


 Otar Shamugia
 Deputy Minister of MEPA


 Nino Tatishvili
 Consultant- Financial Manager for Components 1 and 3.1


 Natia Chirikashvili
 Chairman of NAPR


 Nestan Tsagareishvili
 Consultant-Financial Manager for Components 2 and 3.2

