

审计署国外贷款项目审计服务中心
Audit Service Center of China National Audit Office for Foreign
Loan and Assistance Projects

审计报告

Audit Report

审外中报〔2020〕16号

AUDIT REPORT〔2020〕NO.16

项目名称： 全球环境基金赠款中国污染场地管理项目
Project Name: China Contaminated Site Management Project
Granted by GEF

赠款号： TF0A0193
Grant No. : TF0A0193

项目执行单位： 生态环境部对外合作与交流中心
Project Entity: Foreign Environmental Cooperation Center,
Ministry of Ecology and Environment

会计年度： 2019
Accounting Year: 2019

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一、 审计师意见

审计师意见

生态环境部对外合作与交流中心：

我们审计了全球环境基金赠款中国污染场地管理项目 2019 年 12 月 31 日的资金平衡表，以及截至该日同年度的项目进度表、赠款协定执行情况表和专用账户报表等特定目的财务报表及财务报表附注（第 5 页至第 16 页）。

（一）项目执行单位对财务报表的责任

编制上述财务报表是你单位的责任，这种责任包括：

1. 按照中国的会计准则、会计制度和本项目赠款协定的要求编制项目财务报表，并使其实现公允反映；
2. 设计、执行和维护必要的内部控制，以使项目财务报表不存在由于舞弊或错误而导致的重大错报。

（二）审计责任

我们的责任是在执行审计工作的基础上对财务报表发表审计意见。我们按照中国国家审计准则和国际审计准则的规定执行了审计工作，上述准则要求我们遵守审计职业要求，计划和执行审计工作以对项目财务报表是否不存在重大错报获取合理保证。

为获取有关财务报表金额和披露信息的有关证据，我们实施了必要的审计程序。我们运用职业判断选择审计程序，这些程序包括对由于舞弊或错误导致的财务报表重大错报风险的评估。在进行风险评估时，为了设计恰当的审计程序，我们考虑了与财务报表相关的内部控制，但目的并非对内部控制的有效性发表意见。审计工作还包括评价所选用会计政策的恰当性和作出会计估计的合理性，以及评价财务报表的总体列报。

我们相信，我们获取的审计证据是适当的、充分的，为发表审计意见提供了基础。

（三）审计意见

我们认为，第一段所列财务报表在所有重大方面按照中国的会计准则、会计制度和本项目赠款协定的要求编制，公允反映了全球环境基金赠款中国污染场地管理项目 2019 年 12 月 31 日的财务状况，以及截至该日同年度的财务收支、项目执行和专用账户收支情况。

（四）其他事项

我们还审查了本期内报送给世界银行的第 8、9 号提款申请书及所附资料。我们认为，这些资料均符合赠款协议的要求，可以作为申请提款的依据。

本审计师意见之后，共同构成审计报告的还有两项内容：财务报表及财务报表附注、审计发现的问题及建议。



地址：中国北京市海淀区中关村南大街 4 号

邮政编码：100086

电话：86-10-62150750

I. Auditor's Opinion

Auditor's Opinion

To Foreign Economic Cooperation Center/MEE

We have audited the special purpose financial statements (from Page 5 to Page 16) of the China Contaminated Site Management Project Granted by GEF which comprise the Balance Sheet as of December 31, 2019, the Summary of Sources and Uses of Funds by Project Component, the Statement of Implementation of Grant Agreement and the Special Account Statement for the year then ended, and Notes to the Financial Statements.

Project Entity's Responsibility for the Financial Statements

The preparation of the Financial Statements is the responsibility of your entity, which includes:

- i. Preparing and fair presenting the accompanying financial statements in accordance with Chinese accounting standards and system, and the requirements of the project grant agreement;
- ii. Designing, implementing and maintaining necessary internal control to ensure that the financial statements are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Government Auditing Standards of the People's Republic of China and International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

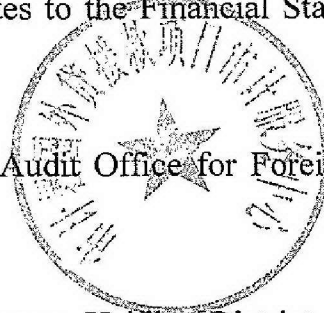
In our opinion, the financial statements identified in the first paragraph present fairly, in all material respects, financial position of the China Contaminated Site Management Project Granted by GEF as of December 31, 2019, its financial receipts and disbursements, the project implementation and the receipts and disbursements of the special account for the year then ended in accordance with Chinese accounting standards and system, and the requirements of the project grant agreement.

Other Matter

We also examined the withdrawal application No. 8 and No.9 submitted to the World Bank during the period. In our opinion, this withdrawal application complies with the project grant agreement and can serve as basis for grant withdrawal.

The audit report consists of the Auditor's Opinion and two more parts hereinafter: Financial Statements and Notes to the Financial Statements, Audit Findings and Recommendations.

Audit Service Center of China National Audit Office for Foreign Loan
and Assistance Projects
June 28, 2020



Address: No. 4 Zhongguancun South Avenue, Haidian District, Beijing,
P.R.China
Postcode: 100086
Tel.: 86-10-62150750

The English translation is for the convenience of report users; Please take the Chinese audit report as the only official version.

二、财务报表及财务报表附注

II. Financial Statements and Notes to the Financial Statements

(一) 资金平衡表

i. Balance Sheet

资金平衡表
BALANCE SHEET

2019年12月31日

(As of December 31, 2019)

项目名称: 全球环境基金赠款中国污染场地管理项目

Project Name: China Contaminated Site Management Project Granted by GEF

编报单位: 生态环境部对外合作与交流中心

Entity Name: Foreign Environmental Cooperation Center/MEE

赠款号: TF0A0193

Grant No.: TF0A0193

货币单位: 人民币元

Currency Unit: RMB Yuan

| 资金占用 Application of Fund | 期初数 Beginning Balance | 期末数 Ending Balance | 资金来源 Sources of Fund | 期初数 Beginning Balance | 期末数 Ending Balance |
|---|-----------------------------|--------------------------|--|-----------------------------|--------------------------|
| 一、项目支出合计 Total Project Expenditures | 51,118,863.74 | 68,847,801.38 | 一、拨入配套资金 合计 Co-funding Received | 29,446,992.28 | 39,479,529.78 |
| 1.交付使用资产 Fixed Assets Transferred | 0.00 | 0.00 | 二、拨入赠款合计 Total Grant | 33,226,046.42 | 39,681,775.70 |
| 2.待核销项目支出 Construction Expenditures to be Disposed | 0.00 | 0.00 | 三、应付款合计 Total Payable | -570,626.97 | -1,200,893.99 |
| 3.转出投资 Investments Transferred-out | 0.00 | 0.00 | 四、未交款合计 Other Payable | 0.00 | 0.00 |
| 4.在建工程 Construction in Progress | 51,118,863.74 | 68,847,801.38 | 五、其他拨款 Other Fund | 0.00 | 0.00 |
| 二、器材 Equipment | 0.00 | 0.00 | 六、留成收入 Retained Earnings | 0.00 | 0.00 |
| 其中: 待处理器材损失 Including: Equipment Losses in Suspense | 0.00 | 0.00 | | | |
| 三、货币资金合计 Total Cash and Bank | 10,983,547.99 | 9,112,610.11 | | | |
| 1.银行存款 Cash in Bank | 10,983,547.99 | 9,112,610.11 | | | |
| 其中: 专用账户存款 Including: Special Account | 10,983,547.99 | 9,112,610.11 | | | |
| 2.现金 Cash on Hand | 0.00 | 0.00 | | | |
| 四、预付及应收款合计 Total Prepaid and Receivable | 0.00 | 0.00 | | | |
| 资金占用合计 Total Application of Fund | 62,102,411.73 | 77,960,411.49 | 资金来源合计 Total Sources of Fund | 62,102,411.73 | 77,960,411.49 |

(二) 项目进度表

ii. Summary of Sources and Uses of Funds by Project

项目进度表(一)

SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT I

本期截至 2019 年 12 月 31 日

(For the Period Ended December 31, 2019)

项目名称: 全球环境基金赠款中国污染场地管理项目

Project Name: China Contaminated Site Management Project Granted by GEF

编报单位: 生态环境部对外合作与交流中心

Entity Name: Foreign Environmental Cooperation Center/MEE

赠款号: TF0A0193

Grant No.: TF0A0193

货币单位: 人民币元

Currency Unit: RMB Yuan

| | 本期 | | 本期完成比 Current period % completed | 累计 | |
|--|---------------------------------|-----------------------------------|---|-----------------------|----------------------------|
| | 本年计划额 Current year Budget | 本期发生额 Current Period Actual | | 项目总计划额 Life of PAD | 累计完成额 Cumulative Actual |
| 资金来源合计 Total Sources of Fund | | | | | |
| 一、全球环境基金赠款 GEF Grant | | 16,488,266.77 | | 79,161,305.48 | 16.89% |
| 1.世界银行 IBRD | | 6,455,729.27 | | 39,681,775.70 | 42.33% |
| 二、配套资金 Counterpart Fund | | 6,455,729.27 | | 39,681,775.70 | 42.33% |
| 10,032,537.50 | | 10,032,537.50 | | 39,479,529.78 | 10.53% |
| 资金运用合计 | | 17,728,937.64 | | 68,847,801.38 | 14.69% |
| Total Application of Funds | | | | | |
| 1.场地污染防治能力建设 Capacity Development for Prevention and Control of Site Contamination | | 6,297,661.88 | | 24,763,741.05 | 17.90% |
| 2.POPs 和其他有害化学品污染场地清理示范 Cleanup Demonstrations of Sites Contaminated with POPs and Other Hazardous Chemicals | | 9,648,287.00 | | 40,298,398.32 | 12.97% |
| 3.项目管理 Project Management | | 1,782,988.76 | | 3,785,662.01 | 19.17% |
| 差异 Difference | | -1,240,670.87 | | 10,313,504.10 | |
| 1.应收款变化 Change in Receivables | | - | | - | |
| 2.应付款变化 Change in Payable | | 630,267.01 | | 1,200,893.99 | |
| 3.货币资金变化 Change in Cash and Bank | | -1,870,937.88 | | 9,112,610.11 | |
| 4.其他 Other | | 0.00 | | 0.00 | |

项目进度表 (二)

本期截至 2019 年 12 月 31 日

(For the Period Ended December 31, 2019)

项目名称: 全球环境基金赠款中国污染场地管理项目

Project Name: China Contaminated Site Management Project Granted by GEF

编报单位: 生态环境部对外合作与交流中心

Entity Name: Foreign Environmental Cooperation Center/MEE

赠款号: TF0A0193

Grant No.: TF0A0193

货币单位: 人民币元

Currency Unit: RMB Yuan

| 项目内容 Project Component | 项目支出 Project Expenditure | | | | | | | 转出投资 Investments Transferred-out |
|--|------------------------------|-----------------------------|--------------------------|-----------------------------|-----------------------------|--|-------------|--|
| | 累计支出 Cumulative Amount | 已交付资产 Assets Transferred | | | 在建工程 Work in Progress | 待核销项目 支出 Construction Expenditures to be disposed | | |
| | | 固定资产 Fixed Asset | 流动资产 Current Asset | 无形资产 Intangible Asset | | | | |
| 1. 场地污染防控能力建设 Capacity Development for Prevention and Control of Site Contamination | 24,763,741.05 | 0.00 | 0.00 | 0.00 | 24,763,741.05 | 0.00 | 0.00 | 0.00 |
| 2. POPs 和其他有害化学品污 染场地清理示范 Demonstrations of Sites Contaminated with POPs and Other Hazardous Chemicals | 40,298,398.32 | 0.00 | 0.00 | 0.00 | 40,298,398.32 | 0.00 | 0.00 | 0.00 |
| 3. 项目管理 Project Management | 3,785,662.01 | 0.00 | 0.00 | 0.00 | 3,785,662.01 | 0.00 | 0.00 | 0.00 |
| 合计 Total | 68,847,801.38 | 0.00 | 0.00 | 0.00 | 68,847,801.38 | 0.00 | 0.00 | 0.00 |

(三) 赠款协定执行情况表

iii. Statement of Implementation of Grant Agreement

赠款协定执行情况表

STATEMENT OF IMPLEMENTATION OF GRANT AGREEMENT

本期截至 2019 年 12 月 31 日

(For the Period Ended December 31, 2019)

赠款号: TF0A0193
Grant No.: TF0A0193
货币单位: 人民币元
Currency Unit: RMB Yuan

项目名称: 全球环境基金赠款中国污染场地管理项目

Project Name: China Contaminated Site Management Project Granted by GEF

编报单位: 生态环境部对外合作与交流中心

Entity Name: Foreign Environmental Cooperation Center/MEE

| 类别 Category | 核定赠款金额 (美元) Loan Amount (USD) | 本期提款数 Current-period Withdrawals | | 累计提款数 Cumulative Withdrawals | |
|---|--|-------------------------------------|--------------|---------------------------------|---------------|
| | | 美元 USD | 折合人民币 RMB | 美元 USD | 折合人民币 RMB |
| 1. 货物、非咨询类服务、咨询服务、培训和研讨会、增量运营费用 Goods, non-consulting services, consultants' services, Training: workshops and Incremental Operating Costs | 15,000,000.00 | 846,976.14 | 5,908,674.95 | 3,688,164.86 | 25,729,375.70 |
| 2. 专用账户 Special Account | - | - | - | 2,000,000.00 | 13,952,400.00 |
| 总计 Total | 15,000,000.00 | 846,976.14 | 5,908,674.95 | 5,688,164.86 | 39,681,775.70 |

(四) 专用账户报表

iv. Special Account Statement

专用账户报表

SPECIAL ACCOUNT STATEMENT

本期截至 2019 年 12 月 31 日

(For the period ended December 31, 2019)

项目名称: 全球环境基金赠款中国污染场地管理项目 开户银行名称: 中国民生银行北京金融街支行
 Project Name: China Contaminated Site Management Depository Bank: China Minsheng Banking
 Project Granted by GEF Cooperation, Beijing Finance Street Branch
 赠款号: TF0A0193 账号: 697933122
 Grant No.: TF0A0193 Account No: 697933122
 编报单位: 生态环境部对外合作与交流中心 货币单位: 美元
 Entity Name: Foreign Environmental Cooperation Center/MEE Currency unit: USD

| 项目 Items | 金额 Amount |
|--|--------------|
| A 部分: 本期专用账户收支情况 Part A-Account Activity for the period | |
| 期初余额 (2019/1/1) Beginning balance (Jan.1,2019) | 1,600,353.77 |
| 增加 Add: | |
| 本期世界银行回补总额 Total amount deposited by World Bank | 846,976.14 |
| 本期利息收入总额 (存入专用账户部分) Total interest earned this period if deposited in Special Account | 845.41 |
| 减少 Deduct: | |
| 本期支付总额 Total amount withdrawn | 1,141,932.65 |
| 本期利息支出总额 Total interest transferred out of the Special Account | 0.00 |
| 本期退回世行总额 Total amount recovered by World Bank | 0.00 |
| 期末余额(2019/12/31) Ending balance (Dec.31, 2019) | 1,306,242.67 |
| B 部分: 专用账户调节 Part B-Account Reconciliation | |
| 1.世界银行首次存款总额 Amount advanced by World Bank | 2,000,000.00 |
| 减少 Deduct: | |
| 2.世界银行回收总额 Total amount recovered by World Bank | 0.00 |
| 3.本期期末专用账户首次存款净额 Outstanding amount advanced to the Special Account at Dec.31, 2019 | 2,000,000.00 |
| 4.专用账户期末余额 (2019/12/31) End balance of Special Account (Dec.31, 2019) | 1,306,242.67 |
| 增加 Add: | |
| 5.截至本期期末已申请报账但尚未回补金额 Amount claimed but not yet credited at Dec.31,2019, | 0.00 |
| 6.截至本期期末已支付但尚未申请报账金额 Amount withdrawn but yet claimed | 696,479.61 |
| 7. 服务费累计支出 (如未含在 5 和 6 栏中) Accumulative service charges (if not included in item 5.or 6.) | 0.00 |
| 减少 Deduct: | |
| 8.利息收入 (存入专用账户部分) Interest earned (if included in Special Account) | 2,722.28 |
| 9.本期期末专用账户首次存款净额 Total advance to Special Account accounted (Dec.31, 2019) | 2,000,000.00 |

（五）财务报表附注

财务报表附注

1. 项目基本情况

项目全称为全球环境基金赠款中国污染场地管理项目，项目赠款协议于2015年6月24日由国际复兴开发银行（简称世界银行）与中华人民共和国财政部（简称财政部）共同签署。财政部与生态环境部签署转赠协议，由生态环境部对外合作与交流中心（原环境保护部环境保护对外合作中心）（简称对外合作与交流中心）负责赠款的使用、管理和监督。对外合作与交流中心于2015年9月11日分别与辽宁省环境保护厅、重庆市环境保护局签署了示范项目执行协议。项目计划资金总额7500万美元，其中：赠款资金1500万美元（对外合作与交流中心745万美元；辽宁项目办475万美元，重庆项目办280万美元）；配套资金6000万美元（实物配套2108万美元，现金配套3892万美元）。该项目目标为提高中国污染场地管理能力，并对受持久性有机污染物（POPs）和其他危险化学物质污染的场地进行环境无害化识别和清理示范。项目主要包括：（1）场地污染防控能力建设；（2）POPs和其他有害化学品污染场地清理示范；以及（3）项目管理。项目计划于2021年12月31日结束。

2. 会计核算原则

2.1 本项目财务报表按照财政部《世界银行贷款项目会计核算办法》（财际字〔2000〕13号）的要求编制。

2.2 本项目采用借贷记账法进行核算。记账本位币为人民币。

2.3 会计年度采用公历年制，即从公历每年1月1日起至12月31日止。本期报表会计核算期间为2019年1月1日至2019年12月31日。

2.4 本项目财务报表采用的汇率说明：除项目进度表2-1中“项目总计划额”采用世行项目评估文件中的汇率即1美元=人民币6.25元折算，其余报表折算采用期初汇率为2018年12月28日汇率，即1美元=人民币6.8632元，期末汇率为2019年12月31日汇率，即1美元=人民币6.9762元。

3. 报表编制范围

本期财务报表编制范围包括：辽宁项目办、重庆项目办及对外合作与交流中心的项目财务报表。对外合作与交流中心负责对本级、辽宁项目办、重庆项目办的报表数据进行汇总，各报表单位对本单位提供报表的真实性、完整性负责。

4. 专用账户情况说明

本项目专用账户设在对外合作与交流中心，开户行为中国民生银行金融街支行，美元账号为 697933122。专用账户于 2016 年 7 月 13 日开立，2016 年存入专用账户首存款（即周转金）为 2 000 000.00 美元。本期期初余额为 1 600 353.77 美元，本期世行拨款总额为 846 976.14 美元，本期产生净利息为 845.41 美元，本期支付总额为 1 141 932.65 美元，专用账户本期期末余额为 1 306 242.67 美元。

5. 报表项目说明

5.1 项目支出

截至 2019 年 12 月 31 日，该项目累计支出人民币 68 847 801.38 元，占项目总计划额的 14.69%。其中：场地污染防控能力建设支出人民币 24 763 741.05 元；POPs 和其他有害化学品污染场地清理示范支出人民币 40 298 398.32 元；项目管理支出人民币 3 785 662.01 元。

5.2 货币资金

截至 2019 年 12 月 31 日，该项目货币资金为人民币 9 112 610.11 元，全部为专用账户存款。

5.3 拨入配套资金

截至 2019 年 12 月 31 日，配套资金累计到位人民币 39 479 529.78 元。其中：对外合作与交流中心配套资金人民币 2 069 991.28 元；重庆项目办配套资金人民币 6 957 644.50 元；辽宁项目办配套资金人民币 30 451 894.00 元。

5.4 拨入赠款

截至 2019 年 12 月 31 日，该项目累计收到赠款 5 688 164.86 美元，折合人民币 39 681 775.70 元。

5.5 应付款

应付款期末余额为人民币-1 200 893.99 元，其中包括：对外合作与交流中心垫付未回补资金人民币 890 382.26 元，辽宁项目办垫付未回补资金人民币 27 327.00 元，重庆项目办由配套资金支付的预付款项 1 187 990.00 元，重庆市生态环境局垫付赠款未回补 7 750.00 元，专用账户存款利息收入人民币 18 991.16 元，以及汇兑收益 957 354.41 元。

6.其他情况说明

6.1 根据项目赠款协议规定，本项目协议签订日（2015 年 6 月 24 日）前至 2015 年 1 月 1 日（含）的合格费用可追溯赠款支付。

6.2 项目进度表 2-1 全球环境基金赠款本期发生额人民币 6 455 729.27 元，赠款协定执行情况表中本期提款数人民币 5 908 674.95 元，差异人民币 547 054.32 元为汇率变动产生的差异。

6.3 本报表中的配套资金仅反映该项目现金配套部分。

vi. Notes to the Financial Statement

Notes to the Financial Statements

1. Project Overview

The Grant Agreement (therefore abbr. GA) of China Contaminated Site Management Project granted by the Global Environment Facility (GEF) was signed by the International Bank for Reconstruction and Development (therefore abbr. WB) with the Ministry of Finance, People's Republic of China (therefore abbr. MOF) on June 24, 2015. An implementation agreement was signed between MOF and the Ministry of Ecology and Environment (therefore abbr. MEE) to designate Foreign Environmental Cooperation Center (therefore abbr. FECO) of MEE to be responsible for the use, management and supervision of the grant. Project implementation agreement has been signed between FECO and Environmental Protection Bureau of Chongqing Municipality (therefore abbr. Chongqing PMO) and Liaoning Provincial Ecological and Environmental Affairs Service Centre (therefore abbr. Liaoning PMO) respectively on September 11, 2015. The total cost of the project is USD 75 000 000.00 with a grant of USD 15 000 000.00 from GEF (the amount of the grant allocated to FECO, Liaoning PMO and Chongqing PMO is USD 7 450 000.00, USD 4 750 000.00 and USD 2 800 000.00) and the counterpart fund of USD 60 000 000.00 (the amount of counterpart fund allocated to material counterpart fund and cash counterpart fund is USD 21 080 000.00 and USD 38 920 000.00 respectively). The objectives of the project are to: (1) Capacity development for prevention and control of site contamination; (2) Cleanup demonstrations of contaminated site contaminated with POPs and other hazardous chemicals; and (3) Project management with an aim to improve the capacity for managing site contamination, and demonstrate environmentally sound identification and cleanup of sites contaminated with persistent organic pollutants (POPs) and other hazardous chemicals. The agreed closing date of the project is December 31, 2021.

2. Accounting Policies

2.1 The financial statements was prepared in accordance with the *Accounting Principle of the World Bank Loan Project (CaiJiZi [2000]13)* from the Ministry of

Finance.

2.2 The debit/credit double entry bookkeeping system is applied for bookkeeping purpose. Currency unit for accounting is RMB.

2.3 Accounting period is the Gregorian calendar, which is from January 1 to December 31. Financial Statement for the current accounting period is from January 1, 2019 to December 31,2019.

2.4 The exchange rate provided in the Project Appraisal Document (PAD) (USD 1=RMB 6.25 yuan) is used as the available exchange rate in the Summary of Sources and Uses of Funds when calculating the life of PAD of the project (the total project cost), the exchange rate as of December 28, 2018 which is USD 1=RMB 6.8632 yuan is used as beginning exchange rate and the exchange rate as of December 31, 2019 which is USD 1=RMB 6.9762 yuan is used as closing exchange rate in other financial statements if mentioned.

3. Consolidation Scope of the Financial Statements

Consolidation scope of the financial statement covers the financial statements of Liaoning PMO, Chongqing PMO and FECO. FECO is responsible for preparing its own financial statements and consolidating the financial statements of FECO with two local project implementation PMOs. Each entity has the responsibility for the authenticity and integrity of its own financial statements.

4. Notes to the Special Account

The Special Account was set up in Beijing Finance Street Branch, Minsheng Bank of China by FECO on July 13, 2016. The account number is 697933122 and currency unit is USD. The amount advanced (namely turn-over fund) is USD 2 000 000.00 deposited into the account in 2016. The opening balance of the Special Account is USD 1 600 353.77, the amount deposited by WB for this period is USD 846 976.14, the interest income earned for current period is USD845.41, the amount withdrawn for this period is USD1 141 932.65 and the ending balance is USD 1 306 242.67 as of December 31,2019.

5. Notes to the Item of Financial Statement

5.1 Project Expenditure

As of December 31, 2019 the accumulated project expenditure is RMB 68 847 801.38 yuan, which accounted for 14.69% of the total project cost. Among which the payouts for capacity development for prevention and control of site contamination is RMB 24 763 741.05 yuan, cleanup demonstrations of contaminated site contaminated with POPs and other hazardous chemicals is RMB 40 298 398.32 yuan and project management is RMB 3 785 662.01 yuan.

5.2 Cash and Bank

As of December 31, 2019 the Total Cash and Bank of project is RMB 9 112 610.11 Yuan, all of which is the Special Account deposit.

5.3 Counterpart fund

The cumulative counterpart fund received is RMB 39 479 529.78 yuan as of December 31, 2019. Counterpart fund of FECO is RMB 2 069 991.28 yuan. Counterpart fund of Chongqing PMO is RMB 6 957 644.50 yuan, and counterpart fund of Liaoning PMO is RMB 30 451 894.00 yuan.

5.4 Grant

As of December 31, 2019 the accumulated grant received is USD 5 688 164.86, approximately RMB 39 681 775.70 yuan.

5.5 Payable and other payable

The ending balance of Payable is RMB-1 200 893.99 yuan. The prepaid cost incurred by FECO is RMB 890 382.26 yuan, prepaid cost incurred by Liaoning PMO is RMB 27 327.00 yuan, the prepaid contract cost of Chongqing PMO supported by the counterpart fund is RMB 1 187 990.00 yuan, and prepaid cost incurred by Chongqing PMO is RMB 7 750.00 yuan, the interest income of the Special Account is RMB 18 991.16 yuan and the exchange gain is RMB 957 354.41 yuan .

6. Others Explanation for the Financial Statements

6.1 Eligible Expenditures on or after January 1, 2015 and prior to the date of the GA

(June 24, 2015) can be retrospectively recognized as grant expenditure according to the GA.

6.2 Total source of fund for current period in the Summary of Sources and Uses of Funds by Project Component is RMB6 455 729.27 yuan and current-period withdraws in the Statement of Implementation of Grant Agreement is RMB 5 908 674.95 yuan, the difference between the two is due to the exchange gain or loss which is RMB 547 054.32 yuan.

6.3 The counterpart fund in this report only reflects the cash counterpart fund.