

"HIGH VOLTAGE ELECTRIC NETWORKS" CJSC

"Electricity Supply Reliability" Project

Loan 8055-AM

Special Purpose Financial Statements and  
Independent Auditor's Report of "Electricity  
Supply Reliability" Project for January 1, 2013  
to December 31, 2013

# "HIGH VOLTAGE ELECTRIC NETWORKS" CJSC

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## Independent Auditor's Report

### To the Shareholders of "High Voltage Electric Networks" CJSC

We have audited the accompanying Special Purpose Financial Statement of "Electricity Supply Reliability" Project ("Project") including Balance sheet as at December 31, 2013, Statement of Source and Uses of Funds, Statement of Uses of Funds by Project Activity, Statement of Expenditures (SOE) withdrawal schedule, Statement of Designated account for the year ended December 31, 2013 and other explanatory notes of the Project (hereinafter collectively referred to as "the Special Purpose Financial Statements") financed under Loan No. 8055-AM dated June 1, 2011 and Disbursement Letter dated June 1, 2011 (hereinafter "the Financing Agreement"). The Special Financial Statements have been prepared by management of "High Voltage Electric Networks" CJSC in accordance the Guidelines on Annual Financial Reporting and Auditing for World Bank - Financed Activities issued by the World Bank's Financial Management Sector Board including Financial Management Manual for the World Bank-Financed Investment Operations: RM 3 -Financial Reporting and Auditing ("the World Bank Guidelines") and financial provision of Financing Agreement.

### *Management's Responsibility for the Special Purpose Financial Statements*

Management is responsible for the preparation of these Special Purpose Financial Statements in accordance with the World Bank Guidelines and financial provision of Financing Agreement. and for such internal control as management determines is necessary to enable the preparation of the Special Purpose Financial Statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these Special Purpose Financial Statements based on our audit. We conducted our audit in accordance with 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 Special Purpose Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Special Purpose Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Project Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Special Purpose 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 Special Purpose Financial Statements.

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

### **Opinion**

In our opinion, the financial information for the period ended January 1, 2013 to December 31, 2013 and cash balance as at December 31, 2013 given in Special Purpose Financial Statements is prepared, in all material respects, in accordance with the World Bank Guidelines and financial provision of Financing Agreement.

### **Basis of Accounting and Restriction on Distribution and Use**

Without modifying our opinion, we draw your attention to Note-2, which describe the basis of accounting. The Special Purpose Financial Statements are prepared to assist Management of the Company to comply with the World Bank Guidelines and financial provision of Financing Agreement.. As a result, the Special Purpose Financial Statements may not be suitable for another purpose.

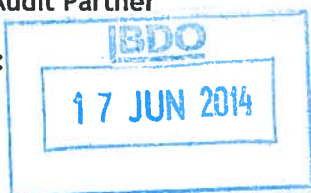
Our report is intended solely for use by the Management of the Company, the Ministry of Energy and National Resources of Republic of Armenia and International Bank for Reconstruction and Development and should not be distributed to or used by parties other than specified parties.

### **Other Matter**

Without modifying our opinion, we draw your attention to fact that the Special Purpose Financial Statements of the Project for the period ended November 28, 2011 to December 31, 2011 and January 1, 2012 to December 31, 2012 were audited by Grant Thornton CJSC who expressed an unmodified opinion on those statements on June 10, 2013.

  
Firuz Bulbulov, Audit Partner

Yerevan, Armenia:



"HIGH VOLTAGE ELECTRIC NETWORKS" CJSC

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

The following statement, which should be read in conjunction with the independent auditors' responsibilities stated in the independent auditor's report, is made with a view to distinguishing the respective responsibilities of management and those of the independent auditors in relation to the Special Purpose Financial Statement of "Electricity Supply Reliability" Project ("Project") including Balance sheet as at December 31, 2013, Statement of Source and Uses of Funds, Statement of Uses of Funds by Project Activity, Statement of Expenditures (SOE) withdrawal schedule, Statement of Designated account for the year ended December 31, 2013 and other explanatory notes of the Project (hereinafter collectively referred to as "the Special Purpose Financial Statements") financed under Loan No. 8055-AM dated June 1, 2011 and Disbursement Letter dated June 1, 2011 (hereinafter "the Financing Agreement").

Management is responsible for the preparation of the Special Purpose Financial Statements that present fairly in all material respects, the financial information for the year ended December 31, 2013 and cash balance as at December 31, 2013 given in Special Purpose Financial Statements in accordance with the accounting policies described in the Note 2, financial provision of Financing Agreement and the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities including Financial Management Manual for the World Bank-Financed Investment Operations: RM 3 -Financial Reporting and Auditing" ("the World Bank Guidelines").

In preparing the financial statements, management is responsible for:


- Selecting suitable accounting principles and applying them consistently;
- Making judgements and estimates that are reasonable and prudent;
- Stating whether requirements of the Financing Agreement have been followed, subject to any material departures disclosed and explained in the Special Purpose Financial Statements.
- Providing additional disclosures when compliance with the specific requirements of the Financing Agreement are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Project Balance sheet as at December 31, 2013, Statement of Source and Uses of Funds, Statement of Uses of Funds by Project Activity, Statement of Expenditures (SOE) withdrawal schedule, Statement of Designated account for the year ended December 31, 2013.

Management is also responsible for:

- Designing, implementing and maintaining an effective and sound system of internal controls, throughout the Project;
- Maintaining proper accounting records that disclose, with reasonable accuracy at any time, the Special Purpose Financial Statements, and which enable them to ensure that the Special Purpose Financial Statements comply with requirements of Financing Agreement and the WB Guidelines;
- Maintaining statutory accounting records in compliance with legislation and requirements of Financing Agreement and the WB Guidelines;
- 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 Special Purpose Financial Statements for the year ended December 31, 2013 were authorized for issue on



  
\_\_\_\_\_  
Chief Accountant  
Artavazd Ghazaryan

"High Voltage Electric Networks" CJSC  
 Special Purpose Financial Statements  
 Electricity Supply Reliability Project  
 Loan # 8055-AM

Balance Sheet as at December 31, 2013  
 in US Dollars

	Note	31.12.2013	31.12.2012
<b>ASSETS</b>			
<b>Cash and cash equivalents:</b>			
Cash Box		-	-
Designated account (USD)	236		14
Local currency account (AMD)		-	-
		236	14
Prepayments to supplier and contractor	4.	5 269 683	4 087 381
Project Expenditures		1 943 698	1 001 845
<b>TOTAL assets</b>		<b>7 213 617</b>	<b>5 089 240</b>
 <b>ACCUMULATED FUNDS &amp; LIABILITIES</b>			
Accounts payable	5.	263 148	-
<b>Funding:</b>			
IBRD	6.	6 823 600	4 985 166
Government of Armenia		103 397	95 416
"High Voltage Electric Networks" JCSC		2 008	2 008
Others		358	358
		6 929 363	5 082 948
Foreign exchange differences		21 107	6 292
<b>TOTAL accumulate funds and liabilities</b>		<b>7 213 617</b>	<b>5 089 240</b>

The annexed notes from 1 to 13 form an integral part of these financial statements.

  
 General Director  
 Artavazd Ghazaryan

  
 Chief Accountant  
 Artavazd Ghazaryan

"High Voltage Electric Networks" CJSC  
 Special Purpose Financial Statements  
 Electricity Supply Reliability Project  
 Loan # 8055-AM

Statement of Source and Uses of Funds  
 as at December 31, 2013  
 in US Dollars

**Opening Working Capital**

Cash and Cash equivalents	14
Prepayments	4 087 381
Accounts payable	-
<b>Total</b>	<b>4 087 395</b>

	FACT		BUDGET (UNAUDITED)		DEVIATIONS (UNAUDITED)	
	Current Year	From beginning of Project till December 31, 2013	Current Year	From beginning of Project till December 31, 2013	Current Year	From beginning of Project till December 31, 2013
<b>SOURCE OF FUNDS</b>						
Loan IBRD	1 838 434	6 823 600				
Government of Armenia	7 981	103 397				
"High Voltage Electric Networks" CJSC financing	-	2 008				
Other financing	-	358				
<b>Total sources of funds</b>	<b>1 846 415</b>	<b>6 929 363</b>				
Exchange rate differences (plus - income, minus - loss)	14 814	21 107				
<b>USES OF FUNDS</b>						
Goods, works, non-consulting services, consultants' services, including training and audit, and operation costs for the Project. (*)	941 853	1 127 745	13 764 300	13 950 192	(12 822 447)	(12 822 447)
Land acquisition/ grievance mechanisms under the	-	-	-	-	-	-
Refund of the preparation advance	-	718 453	-	718 453	-	-
Front-end fee	-	97 500	-	97 500	-	-
<b>Total uses of funds</b>	<b>941 853</b>	<b>1 943 698</b>	<b>13 764 300</b>	<b>14 766 145</b>	<b>(12 822 447)</b>	<b>(12 822 447)</b>

**Closing Working Capital**

Cash and Cash equivalents	236
Prepayments	5 269 683
Accounts payable	(263 148)
<b>Total</b>	<b>5 006 771</b>

The annexed notes from 1 to 13 form an integral part of these financial statements.

(\*) - The explanation of budget deviation is given in Note 11.

General Director  
 Alan Ananyan

Chief Accountant  
 Artavazd Ghazaryan



"High Voltage Electric Networks" CJSC  
 Special Purpose Financial Statements  
 Electricity Supply Reliability Project  
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Statement of Uses of Funds by Project Activity  
 as at December 31, 2013  
 in US Dollars

Project Activity	FACT		BUDGET (UNAUDITED)		DEVIATIONS (UNAUDITED)		PAD
	Current Year	From beginning of Project till December 31, 2013	Current Year	From beginning of Project till December 31, 2013	Current Year	From beginning of Project till December 31, 2013	
Strengthening of power transmission network	417 565	417 565	13 699 000	13 699 000	(13 281 435)	(13 281 435)	45 302 500
Technical assistance	524 288	1 428 633	65 300	969 645	458 988	458 988	4 700 000
Physical Contingencies	-	-	-	-	-	-	1 400 000
Price Contingencies	-	-	-	-	-	-	500 000
Front-end fee	-	97 500	-	97 500	-	-	97 500
<b>Total Project Expenditures</b>	<b>941 853</b>	<b>1 943 698</b>	<b>13 764 300</b>	<b>14 766 145</b>	<b>(12 822 447)</b>	<b>(12 822 447)</b>	<b>52 000 000</b>

The annexed notes from 1 to 13 form an integral part of these financial statements.



*[Handwritten Signature]*

Chief Accountant  
 Artavazd Ghazaryan





"High Voltage Electric Networks" CJSC  
 Special Purpose Financial Statements  
 Electricity Supply Reliability Project  
 Loan # 8055-AM

Statement of Expenditures (SOE) withdrawal schedule  
 for the year ended December 31, 2013  
 in US Dollars

Withdrawal Application No.	Goods, works, non-consulting services, consultants' services, including training and audit, and operation costs for the Project. (*)	Land acquisition/ grievance mechanisms preparation under the Project	Refund of the advance	Front-end fee	TOTAL
<b>Total</b>	-	-	-	-	-

The annexed notes from 1. to 13 form an integral part of these financial statements.



*[Signature]*  
 Chief Accountant  
 Artavazd Ghazaryan



**"High Voltage Electric Networks" CJSC  
Special Purpose Financial Statements  
Electricity Supply Reliability Project  
Loan # 8055-AM**

**Statement of Designated account  
for the year ended December 31, 2013  
in US Dollars**

Date: December 31, 2013

Account number: 900000910118  
Special account opened with: Central Treasury  
Address: 1 Meliq Adamyan str., Yerevan  
Grant agreement: Project Agreement  
Currency: US Dollars

	USD
Balance as at January 1, 2013	14
Add:	
Cumulative unexplained discrepancy	-
Loan replenishment during the year	112 800
	<u>112 800</u>
Less:	
Refund to the IBRD from the designated account during the year	-
Present outstanding amount advanced to the designated account (1)	112 814
Balance as at December 31, 2013	236
Add:	
Amount of eligible expenditures paid during the year	112 578
Services charges (if applicable)	-
	<u>112 578</u>
Less: interest earned (if credited into the designated account)	-
Total advance accounted for (2)	<u><u>112 814</u></u>
Discrepancy (1) - (2) to be explained	-

The annexed notes from 1 to 13 form an integral part of these financial statements.



General Director  
Arman Ananyan

Chief Accountant  
Artavazd Ghazaryan



1 DESCRIPTION OF PROJECT

"High Voltage Electric Networks" CJSC (the "Company") has established based on the resolution of the Government of the Republic of Armenia No. 450 dated July 20, 1998 on restructuring "High Voltage Electric Networks" subsidiary to a Closed Joint Stock Company and on the resolution of the Government of the Republic of Armenia No. 709 dated November 23, 1999 on reorganization "Specialized Security on Energetic Objects" SCJSC through joining it to "High Voltage Electric Networks" SCJSC. The Company is the successor of "High Voltage Electric Networks" subsidiary, "High Voltage Electric Networks" CJSC and "Specialized Security on Energetic Objects" SCJSC.

The Company implements the "Electricity Supply Reliability" Project (the "Project") financed in accordance with the Loan Agreement No. 8055-AM dated June 1, 2011 signed between the International Bank for Reconstruction and Development (the "IBRD") and the Republic of Armenia. In accordance with the sub-loan agreement dated November 18, 2011 signed between Ministry of Finance of the Republic of Armenia and the Company, the Ministry of Finance transferred to the Company the IBRD Loan of USD 39,000,000, which should be used only for the Project implementation.

The objective of the Project is to increase the reliability and capacity of the power transmission network.

The Project consists of the following parts:

Part A: Strengthening of the power transmission network

Provision of works, goods, and technical assistance for the replacement of an existing power transmission line from the Hrazdan Thermal Power Plant to Shinuhayr substation, including compensation and grievance mechanisms for land acquisition and resettlement.

Part B: Technical assistance

Provision of goods, technical assistance, including Training and Operation Costs, to the Company to strengthen its staff capacity in technical supervision, planning, procurement, financial management and Project management and supervision of fieldworks.

In addition to the Project components, the Project appraisal document considers physical contingencies, price contingencies and front-end fees.

**"High Voltage Electric Networks" CJSC  
Special Purpose Financial Statements  
Electricity Supply Reliability Project  
Loan # 8055-AM**

**Notes to the Special Purpose Financial Statements  
for the year ended December 31, 2013**

The table below describes the categories of Eligible Expenditures that can be financed by the Loan, the amount of each category and percentage of expenditures to be financed for Eligible Expenditures:

Category	Amount of Loan allocated (in USD)	Percentage of Expenditures to be financed (in USD)
Goods, works, non-consulting services, consultants' services, including training and audit, and operation costs for the Project.	35 902 500	100%
Land acquisition/ grievance mechanisms under the Project	2 000 000	100%
Refund of the preparation advance	1 000 000	Amounts payable pursuant to Section 2.07 (a) of General Conditions.
Front-end fee	97 500	Amounts payable pursuant to Section 2.03 of Loan agreement and Section 2.07 (b) of General Conditions.
<b>Total</b>	<b>39 000 000</b>	

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 2.1 Basis of preparation

The Special Purpose Financial Statements are prepared by the management of Project on accrual basis of accounting and in accordance with World Bank Guidelines and the relevant points requirements of the Loan Agreement No. 8055-AM.

According to accrual basis of accounting, revenue is recognized when earned rather than when received, and expenses are recognized when incurred rather than when paid.

### 2.1 Presentational and Functional currency

The national currency of the Republic of Armenia is Armenian dram (functional currency). These Special Purpose Financial Statements are presented in US Dollars (presentation currency).

**Notes to the Special Purpose Financial Statements**  
**for the year ended December 31, 2013**

**2.2 Transactions in foreign currency (other than USD)**

Transactions denominated in other than presentation currency (USD) are translated into USD as follows:

- Co-financing in AMD is translated into USD at the CBA exchange rate at the date of the transfer.
- Payments to contractors/suppliers/consultants expressed in AMD (or currencies other than USD) are translated into USD at the CBA exchange rate at the date of the transaction.
- Monetary assets (including advances) and liabilities are translated into USD at the Central Bank Armenia exchange rate at the date of the reporting.

The official rates of Central Bank of Armenia used for converting purpose are 405.64 Armenian Dram for 1 USD and 559.54 Armenian Dram for 1 Euro as at December 31, 2013 and 403.58 Armenian Dram for 1 USD and 532.24 Armenian Dram for 1 Euro December 31, 2012.

Any exchange rate differences are recognized in the statement of the Project sources and uses of funds and accumulated figure of it is disclosed in the Balance Sheet.

**2.3 Project Financing**

The Financing received in the framework of the Loan Agreement No. 8055-AM is recorded in Balance Sheet as "Accumulated Project Financing" and is recognized at each disbursed made date by IBRD using one of following methods:

- Direct payment procedure where the Bank, at the borrower's request, pays to directly to third party for eligible expenditures;
- Reimbursement procedure where the Bank pays from the loan account to the borrower's account for eligible expenditures which have been incurred and paid for by the Project out of it's budget allocation or it's own resources or for those expenditures, which are eligible on base of retroactive financing;
- Advance procured - The Bank may advance loan proceeds into a designated account of the borrower to finance eligible expenditures as they are incurred and for which supporting documents will be provided at a later date.
- Special Commitment: The Bank may pay amounts to a third party for eligible expenditures under special commitments entered into, in writing, at the borrower's request and on terms and conditions agreed between the Bank and the borrower.

**2.4 Advance**

Advance, which comprise the amounts paid for services and goods are stated at nominal value. The advance denominated in other currency are stated in USD applying the rate of Central Bank of Armenia on the reporting dates.

**2.5 Accounts payable**

Payables comprise the amounts to be paid for services and goods are stated at nominal value. The payable accounts denominated in other currency are stated in USD applying the rate of Central Bank of Armenia on the reporting dates.

"High Voltage Electric Networks" CJSC  
Special Purpose Financial Statements  
Electricity Supply Reliability Project  
Loan # 8055-AM

Notes to the Special Purpose Financial Statements  
for the year ended December 31, 2013

3. CLOSING DATE OF THE PROJECT

According to the Loan Agreement, the Project closing date is defined as June 30, 2016.

4. ADVANCES

	As at December 31, 2013 in USD	As at December 31, 2012 in USD
Advance paid to Supplier against delivery of goods, performance of works and consulting services:		
- Kalpataru Power Transmission LTD	5 056 983	4 087 381
- Hifab Oy	212 699	-
<b>Total advance</b>	<b>5 269 683</b>	<b>4 087 381</b>

5. LIABILITIES

	As at December 31, 2013 in USD	As at December 31, 2012 in USD
Payable accounts against delivery of goods, performance of works and consulting services:		
- Kalpataru Power Transmission LTD	133 284	-
- Hifab Oy	129 864	-
<b>Total advance</b>	<b>263 148</b>	<b>-</b>

6. WITHDRAWAL APPLICATION SCHEDULE

	For 2013 in USD	For 2012 in USD	Cumulative as at December 31, 2013 in USD
SOE Procedures	-	9 961	132 933
Direct Payments	1 725 634	4 087 381	6 312 228
Advance to Designated Accounts	112 800	178 100	290 900
Other procedures	-	141 280	141 280
Front-end fee	-	-	97 500
Redemption of the designated account advance	-	(151 241)	(151 241)
<b>Total advance</b>	<b>1 838 434</b>	<b>4 265 481</b>	<b>6 823 600</b>

**"High Voltage Electric Networks" CJSC  
Special Purpose Financial Statements  
Electricity Supply Reliability Project  
Loan # 8055-AM**

**Notes to the Special Purpose Financial Statements  
for the year ended December 31, 2013**

**7. FIXED ASSETS**

During the reporting period Management of the Project did not purchase and use any fixed assets for the Project, all the cost of purchased equipments are recognized as expenses on the date of purchase.

**8. CONTRIBUTION OF GOVERNMENT**

As per requirement of Loan Agreement signed between the International Bank for Reconstruction and Development (the "IBRD") and the Republic of Armenia on June 1, 2011 the Government of Armenia should contribute to this Project amounting to USD 13,000,000. Given below table describes the contribution of Government of Armenia as at December 31, 2013 and December 31, 2012.

	For 2013	For 2012	Cumulative Contribution as at December 31, 2013
	in USD	in USD	in USD
<b>Category of Project:</b>			
Goods, works, non-consulting services, consultants' services, including training and audit, and operation costs for the Project. (*)	7 981	18 556	103 397
Land acquisition/ grievance mechanisms under the Project	-	-	-
Refund of the preparation advance	-	-	-
Front-end fee	-	-	-
<b>Total</b>	<b>7 981</b>	<b>18 556</b>	<b>103 397</b>

**9. RECONCILIATION BETWEEN THE AMOUNTS RECEIVED BY THE PROJECT AND DISBURSED BY THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT FOR THE REPORTING PERIOD**

Category	Application	Company	IBRD	Difference
Goods, works, non-consulting services, consultants' services, including training and audit, and operation costs for the Project. (*)				
	DA-5	1 047 024	1 047 024	-
	DA-7	270 400	270 400	-
	DA-9	43 112	43 112	-
	DA-10	106 709	106 709	-
	DA-12	65 348	65 348	-
	DA-14	63 734	63 734	-
	DA-17	129 308	129 308	-
		<b>1 725 634</b>	<b>1 725 634</b>	<b>-</b>

**"High Voltage Electric Networks" CJSC**  
**Special Purpose Financial Statements**  
**Electricity Supply Reliability Project**  
**Loan # 8055-AM**

**Notes to the Special Purpose Financial Statements**  
**for the year ended December 31, 2013**

Designated account advance

DA-8	7 100	7 100,00	-
DA-15	33 000	33 000,00	-
DA-16	72 700	72 700,00	-
	<u>112 800</u>	<u>112 800</u>	<u>-</u>
<b>Total for the period</b>	<b><u>1 838 434</u></b>	<b><u>1 838 434</u></b>	<b><u>-</u></b>

**10. LETTER OF CREDIT**

As per requirements of Contract № HV-W-1/2011 signed between High Voltage Electric Networks CJSC (the "Employer") and Kalpataru Power Transmission LTD (the "Contractor") on November 21, 2012 and Addendum #1 dated April 24, 2013, the Employer requested the IBRD to issue an irrevocable confirmed documentary Letter of Credit made available to the Contractor in Oriental Bank of Commerce amounting to USD 11,587,214.32. The Letter of Credit amounting to USD 11,587,214.32 has been issued in 2013FY base on Withdrawal Application No. DA-9A.

This amount of Letter of Credit is not incorporated to accompanying Special Purpose Financial Statements, but are recorded in Clientconnection as Special Commitments.

The Letter of Credit:	As at December 31, 2013 in USD	As at December 31, 2012 in USD
- Kalpataru Power Transmission LTD	11 587 214	-

**11. EXPLANATION ON BUDGET DEVIATION**

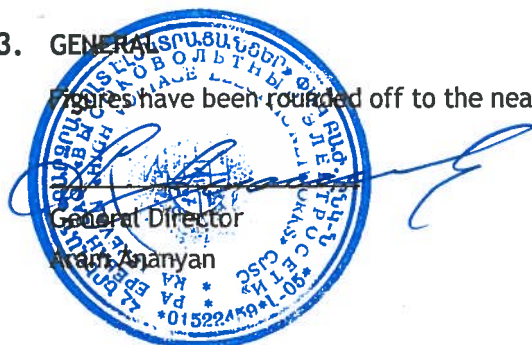
The 2013 budget of Electricity Supply Reliability Project financed by International Bank of Reconstruction and Development (IBRD) was prepared in July 2012 year, by which was foreseen that Contract with the Contractor would be signed at the end of 2012, and Contractor in the 1st half of 2013 will complete the design works in the 2-nd half will start delivery of goods and installation works. However, due to postponing of opening of LC required to be opened by the Client in favor of Contractor in accordance to WB procedures, contract has been signed in 5 March 2013. In accordance time schedule of project Indian Kalpataru Power Transmission Ltd as a Contractor in 2013 has implemented design works and conducted factory testing.


**12. SUBSEQUENCE EVENTS**

No events occurred which could affect either implementation of Project or Financial Statements of Project.

**13. GENERAL**

Figures have been rounded off to the nearest USD.



  
 Chief Accountant  
 Artavazd Ghazaryan