

**State Institution “The Republican Scientific and Practical Center of  
Medical Technologies, Informatization, Management and Economics  
of Public Health”**

**Special Purpose Financial Statements under the Project  
“Emergency response to COVID-19 in the Republic of Belarus”**

**Loan No. 9117-BY**

**for the period from August 05, 2020 to December 31, 2020 with the Independent  
Auditor’s report**

**Minsk | 2021**

**Emergency response to COVID-19 in the Republic of Belarus**

**Loan No. 9117-BY**

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**Emergency response to COVID-19 in the Republic of Belarus**

**Loan No. 9117-BY**

**STATEMENT ON THE MANAGEMENT'S RESPONSIBILITY FOR PREPARATION AND APPROVAL OF THE SPECIAL PURPOSE FINANCIAL STATEMENTS UNDER THE PROJECT FOR THE PERIOD FROM AUGUST 05, 2020 TO DECEMBER 31, 2020**

Management of State Institution "The Republican Scientific and Practical Center of Medical Technologies, Informatization, Management and Economics of Public Health" (hereinafter – RSPC MT) is responsible for preparation of the special purpose financial statements under the Project "Emergency response to COVID-19 in the Republic of Belarus" (hereinafter – the Project) being implemented by RSPC MT, that present fairly in all material respects the financial position of the Project as at December 31, 2020, as well as funds received and used under the Project from August 05 2020 to December 31, in accordance with the International Public Sector Accounting Standards (IPSAS).

While preparing the special purpose financial statements under the Project, the Management of RSPC MT is responsible for:

- adequate choice and application of accounting policies' principles;
- presentation of information including that on accounting policies in a form which ensures relevance, reliability, comparability and transparency of such information;
- compliance with the requirements of IPSAS and disclosure of all significant deviations from IPSAS in the Notes to the special purpose financial statements under the Project.

The Management is also responsible for:

- development, introduction and maintaining of effective and reliable internal control system under the Project;
- maintenance of accounting in a form that allows to address the substance and explain transactions under the Project, and also to provide information of sufficient accuracy on the financial position of the Project at any date and ensure compliance with IPSAS;
- taking all possible reasonable steps to safeguard of the assets of the Project; and
- detecting and preventing facts of financial and other irregularities.

The present special purpose financial statements under the Project for the period from August 05, 2020 to December 31, 2020 were approved by the Management on May 03, 2021.

On behalf of the Management of RSPC MT:



Dmitry Yu. Ruzanov  
Director

Nataliya A. Zaharevich  
Chief Accountant

May 21, 2021



71 of May 21, 2021

**AUDITOR'S REPORT**

of State Institution "The Republican Scientific and Practical Center of Medical Technologies, Management and Economics of Public Health"

ted the special purpose financial statements under the Project "Emergency response to the Republic of Belarus" financed by the International Bank for Reconstruction and hereinafter – IBRD) according to Loan Agreement No. 9117-BY of June 1, 2020 between the arus and IBRD ("Agreement") that includes Project Sources and Uses of Funds Statement, s, Designated Account Statement, Current Account Statement, Uses of Funds using the period from August 05, 2020 to December 31, 2020, notes to the special purpose financial ding disclosure of the fundamental principles of the accounting policies.

the accompanying special purpose Financial Statements under the Project fairly in all material sent the financial position of the Project as at December 31, as well as received and used or the period from August 05, 2020 to December 31, 2020, in accordance with the International Accounting Standard "Financial Reporting under the Cash Basis of Accounting" developed by al Public Sector Accounting Standards Board of the International Federation of Accountants.

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our audit in accordance with the requirements of Law of the Republic of Belarus of July 12, ng Activity", the National Rules on Auditing Activities effective in the Republic of Belarus, the standards on Auditing (hereinafter – "ISAs"). Our responsibilities under these standards are d in the section "Auditor's Responsibilities for the Audit of the Special Purpose Financial this Auditor's Report. We are independent of RSPC MT in accordance with the Code of Ethics Accountants of the International Ethics Standards Board for Accountants ("IESBA Code"), ifiled our other ethical responsibilities in accordance with the IESBA Code. We believe that ce we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Distribution and Use**

Report is intended solely for the use of RSPC MT for presentation of information to IBRD on ds received and used. This Auditor's Report is not intended for the use of third parties, and we y responsibility or liability to any other parties except RSPC MT in respect of this Auditor's e of taking a decision by such parties based on the contents of this Auditor's Report, the third e for such decisions.

**es of the Management and Those Charged with Governance for the Special Purpose ements under the Project**

ent of the Project is responsible for preparation and fair presentation of the special purpose ements under the Project prepared in accordance with the International Public Sector andard "Financial Reporting under the Cash Basis of Accounting" developed by the ublic Sector Accounting Standards Board of the International Federation of Accountants and l control system that the Management considers necessary for preparation of the special al statements under the Project that is free from material misstatement, whether due to fraud

liability Company  
ky highway | Minsk | 220090 | Republic of Belarus  
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statements under the

ial statements are free report that includes our t an audit conducted in isstatements can arise y could reasonably be cial purpose financial

ssional judgment and

ial statements whether obtain audit evidence t detecting a material may involve collusion, stem;

order to design audit ising an opinion on the

accounting estimates

structure and contents, present the underlying

among other matters, luding any significant

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### Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements under the Project

Our objective is to obtain reasonable assurance on whether the special purpose financial statements 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 the 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 economic decisions of users taken on basis of these special purpose financial statements.

Within the frames of the audit held in accordance with the ISAs, we apply professional judgment 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; 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 that resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control system;
- obtain an understanding of the internal control system 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 system;
- evaluate appropriateness of the accounting policies used and reasonableness of accounting estimates and related disclosures made by the Management;
- evaluate presentation of the special purpose financial statements as a whole, their structure and contents, including disclosures, as well as whether the special purpose financial statements present the underlying transactions and events in a manner that ensures their reliable representation.

We communicate with the Management and those charged with governance regarding, among other matters, the planned scope and timing of the audit as well as significant audit findings, including any significant deficiencies in the internal control system that we identify in the course of the audit.

Engagement Partner,

Director of FBK-Bel LLC



Alexey G. Reneisky

Head of Engagement Team,

Auditor



Renata V. Kirslite

#### Audited organisation:

State Institution "The Republican Scientific and Practical Center of Medical Technologies, Informatization, Management and Economics of Public Health" (RSPC MT)

7-A, P. Brovki St., Minsk, 220013, Republic of Belarus

State registration: was registered by the Minsk City Executive Committee on June 23, 1992 in the Unified State Register of legal entities and individual entrepreneurs under No. 100185223.

Taxpayer's identification number – 100185223.

**Auditing organisation:**

FBK-Bel Limited Liability Company (FBK-Bel LLC);

office 201-11, 22A Logoisky highway, Minsk, 220090, Republic of Belarus;

State registration: was registered by Minsk City Executive Committee on February 6, 2009 in the Unified State Register of legal entities and individual entrepreneurs under No.690398039;

Taxpayer's identification number – 690398039.

Date of signing the Auditor's report is May 21, 2021

The Auditor's report was received on May 21, 2021

Full name, job title Dmitry Yu Ruzanov

Signature



Project Sources and Uses of Funds Statement/Отчет об источниках средств проекта и их использовании

Belarus Emergency COVID-19 Response Project/Экстренное реагирование на COVID-19 в РБ

9117-BY

for the Period 05.08.2020 to 31.12.2020

за период с 05.08.2020 по 31.12.2020

in EUR/в евро

	Reporting period/ Отчетный период	Cumulative from effectiveness/ С даты начала реализации	TOTAL PER LA/ Всего по соглашению
<b>Opening Cash balances/Остаток денежных средств на начало периода</b>			
Designated account-Project funds/Специально выделенный счет-Средства проекта	0,00	0,00	0,00
Settlement account-Project funds/Текущий счет-Средства проекта	0,00	0,00	0,00
<b>Total opening cash balance/Итого остаток денежных средств на начало периода</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>
<b>Sources of funds/Источники средств</b>			
9117-BY	6 000 000,00	6 000 000,00	89 775 000,00
Direct Payments/ Прямые платежи	0,00	0,00	0,00
Other/ Другие	0,00	0,00	0,00
Front-End-Fee/ Разовый сбор	225 000,00	225 000,00	225 000,00
<b>Total financing/Итого по источникам средств</b>	<b>6 225 000,00</b>	<b>6 225 000,00</b>	<b>90 000 000,00</b>
<b>Less: Expenditures by Components/ Расходы по компонентам</b>			
Component 1/Emergency measures for the coronavirus COVID-19 disease counteractions and prompt emergency responses / Компонент 1: Экстренные меры по борьбе с коронавирусом COVID-19 и оперативному реагированию на чрезвычайные ситуации	1 023 978,28	1 023 978,28	89 420 000,00
Component 2: Execution and monitoring of the Project/ Компонент 2: Реализация и мониторинг Проекта	245 549,44	245 549,44	580 000,00
<b>Total Expenditures/Итого расходы по компонентам</b>	<b>1 269 527,72</b>	<b>1 269 527,72</b>	<b>90 000 000,00</b>
<b>Interest earned/Проценты банка</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>
<b>Closing Cash balances per Bank Statements/Остаток денежных средств на конец отчетного периода по банковским выпискам</b>			
Designated account-IBRD loan/Специально выделенный счет-IBRD	4 955 472,28	4 955 472,28	
Settlement account-Project funds/Текущий счет-источники средств	0,00	0,00	
Funds in transit/Средства в пути	0,00	0,00	
<b>Total closing Cash balances/Итого остаток денежных средств на конец периода</b>	<b>4 955 472,28</b>	<b>4 955 472,28</b>	<b>4 955 472,28</b>

Director RSPC MT/ Директор РНПЦ МТ

General accountant RSPC MT / Главный бухгалтер РНПЦ МТ

Head of the Project Implementation Unit of RSPC MT / Заведующий отделом управления проектом РНПЦ МТ

Head of Finance Sector of Project Implementation Unit / Заведующий сектором по финансовому обеспечению отдела

Вітвіч Ю. Рузанов/Д.Ю. Рузанов  
Natalia A. Zaharevich / Н.А. Захаревич

Andrei A. Kobel / А.А. Кобель

Nikolai V. Olesniuk/Н.В. Олеснюк



Uses of Funds/Отчет о расходовании средств Проекта

Belarus Emergency COVID-19 Response Project/Экстренное реагирование на COVID-19 в РБ  
9117-BY

for the Period 05.08.2020 to 31.12.2020 /за период с 05.08.2020 по 31.12.2020

Project expenditures/Расходы Проекта  
in EUR/в евро

Project component/Subcomponent/Activity/ Компонент Проекта/Мероприятие	Total Amount per procurement plan/ Общая сумма согласно плану закупок		Current quarter/ Отчетный квартал	Year to date/ Отчетный год	Cumulative to date/Совокупные расходы на отчетную дату	Amount payable at the reporting date(goods/services accepted but not paid)/ Кредиторская задолженность(товары/услуги приняты, но не оплаченные)	Total payments still to be made/ Итого расходы
	1	2					
<b>Component 1: Emergency measures for the coronavirus COVID-19 disease counteractions and prompt emergency responses /</b> <b>Компонент 1: Экстренные меры по борьбе с коронавирусом COVID-19 и оперативному реагированию на чрезвычайные ситуации</b>							
Total Component 1/Итого Компонент 1	89 420 000,00	1 023 978,28	1 023 978,28	1 023 978,28	1 023 978,28	0,00	88 396 021,72
<b>Component 2: Execution and monitoring of the Project/ Компонент 2: Реализация и мониторинг Проекта</b>							
Total Component 2/Итого Компонент 2	580 000,00	16 499,64	16 499,64	16 499,64	16 499,64	0,00	334 450,56
<b>Total project Expenditure/Итого расходы проекта</b>	<b>90 000 000,00</b>	<b>1 040 478,92</b>	<b>1 040 478,92</b>	<b>1 040 478,92</b>	<b>1 040 478,92</b>	<b>0,00</b>	<b>88 730 472,28</b>

Director RSPC MT/ Директор РНПЦ МТ

General accountant RSPC MT / Главный бухгалтер РНПЦ МТ

Head of the Project Implementation Unit of RSPC MT / Заведующий отделом управления проектом РНПЦ МТ

Head of Finance Sector of Project Implementation Unit / Заведующий сектором по финансовому обеспечению отдела

Дмитрий Ю. Рузанов

Natalia A. Zaharevich / Н.А. Захаревич

Andrei A. Kobel / А.А. Кобель

Nikolai V. Olesiuk/Н.В. Олесьюк



Designated Account Statement/Отчет о состоянии специально выделенного счета

Belarus Emergency COVID-19 Responce Project/Экстренное реагирование на COVID-19 в РБ	
9117-BY	
for the Period 05.08.2020 to 31.12.2020	
за период с 05.08.2020 по 31.12.2020	
in EUR/в евро	
	Period/Отчетный период
1 Opening balance at 05.08.2020/Остаток денежных средств на начало отчетного периода	0,00
2 Advance of Project funds during the period/Поступившие в отчетном периоде авансы	6 000 000,00
3 Amount of eligible expenditures paid during the present period/Сумма санкционированных расходов в отчетном периоде	336 700,00
4 Amount of funds transferred to the transit account/Сумма денежных средств перечисленная на транзитный счет	707 827,72
Refund to IBRD from DA during the period/Возмещение средств со специально выделенного счета на счет Проекта	0,00
Intereset earned/Начисленные проценты банка	0,00
Service charges/Стоимость услуг	0,00
5 Calculated DA closing balance/Расчитанный остаток денежных средств на специально выделенном счете	4 955 472,28
6 DA closing balance as at 31.12.2020 carried forward to next period-per bank statements/Остаток денежных средств на специально выделенном счете, перенесенный на следующий отчетный период	4 955 472,28
Diffrence between 5 and 6/ Разница между линиями 5 и 6 (should be zero or explained)/должна быть равна нулю или объяснена	0,00
Explanation of any discrepancy/Объяснение любых разниц и несоответствий:	

Director RSPC MT/ Директор РНПЦ МТ

Dmitry Yu. Ruzanov/Д.Ю. Рузанов

General accountant RSPC MT / Главный бухгалтер РНПЦ МТ

Natallia A. Zaharevich / Н.А. Захаревич

Head of the Project Implementation Unit of RSPC MT / Заведующий отделом управления проектом РНПЦ МТ

Andrei A. Kobel / А.А. Кобель

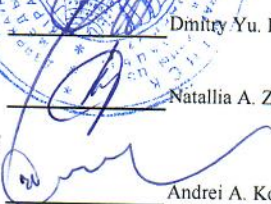
Head of Finance Sector of Project Implementation Unit / Заведующий сектором по финансовому обеспечению отдела

Nikolai V.Olesiuk/Н.В. Олесьюк

Current Account Statement/Отчет о состоянии текущего счета

Belarus Emergency COVID-19 Responce Project/Экстренное реагирование на COVID-19 в РБ		
9117-BY		
for the Period 05.08.2020 to 31.12.2020		
за период с 05.08.2020 по 31.12.2020		
in EUR/в евро		
	Period/Отчетный период	
1	Opening balance at 05.08.2020/Остаток денежных средств на начало отчетного периода	0,00
2	Advance from DA during the period/Сумма авансов, поступившая со специально выделенного счета	707 827,72
3	Amount of eligible expenditures paid during the present period/ Сумма санкционированных расходов в отчетном периоде	707 827,72
	Refunds/Возмещение на специально выделенный счет	0,00
	Interest earned/Начисленные проценты банка	0,00
	Service charges/Стоимость услуг	0,00
4	Calculated closing balance/Расчитанный остаток денежных средств на текущем счете	0,00
5	DA closing balance as at 31.12.2020 carried forward to next period-per bank statements/Остаток денежных средств на текущем счете, перенесенный на следующий отчетный период	0,00
	Difference between 4 and 5/ Разница между линиями 4 и 5 (should be zero or explained)/должна быть равна нулю или объяснена	0,00
Explanation of any discrepancy/Объяснение любых различий и несоответствий:		

Director RSPC MT/ Директор РНПЦ МТ

  
Dmitry Yu. Ruzanov/Д.Ю. Рузанов


General accountant RSPC MT / Главный бухгалтер РНПЦ МТ

  
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Заведующий отделом управления проектом РНПЦ МТ

  
Andrei A. Kobel / А.А. Кобель

Head of Finance Sector of Project Implementation Unit  
/ Заведующий сектором по финансовому обеспечению отдела

  
Nikolai V. Olesiuk/Н.В. Олесьюк

WITHDRAWAL STATEMENT FOR THE PERIOD  
FROM 5, AUGUST, 2020 TO 31, DECEMBER, 2020

(EUR)

Withdrawal application number	Date of replenishment of a special loan account	Replenishment of a special account	Total	Type of transaction
1	26.08.2020	BY83BLBB36200100185223001003	6 000 000,00	DA-A
Total			<b>6 000 000,00</b>	

Director of RSPC MT

General accountant RSPC MT

Head of the PIU

Head of the Finance Sector of PIU



Dmitry Yu. Ruzanov

Natallia A. Zaharevich

Andrei A. Kobel

Nikolai V. Olesiuk

**Comments concerning financial statements  
of the Project “Belarus Emergency COVID-19 Response Project” No. 9117-BY  
for the reporting period August 5, 2020 - December 31, 2020**

**1. Information about the Project**

“Belarus Emergency COVID-19 Response Project” is implemented within the framework of the Loan Agreement between the Republic of Belarus and the International Bank for Reconstruction and Development signed on June 01, 2020 and ratified by the Law of the Republic of Belarus on July 23, 2020 No. 292.

The Project entered into force on August 5, 2020.

In accordance with the Loan Agreement the budget of the Project is 90 million EUR, the loan term is 11 years including the grace period (moratorium on the principal amount of the loan) - 11 years.

Closing date of the loan is June 30, 2022.

The aim of the Project is to prevent, detect and respond to the COVID-19 outbreak, as well as to improve the preparedness of the national health system for public health emergencies in the Republic of Belarus.

This goal will be achieved by:

1. equipment, development and/or modernization of intensive care units in selected healthcare organizations and provision of medical devices, medicines and equipment for the treatment of COVID-19 patients, as well as training and individual operating expenses;

2. support in procurement and distribution of modern, well-equipped and functional ambulances and the necessary equipment to ensure the timely delivery of COVID-19 patients to intensive care units and their redirection to other facilities, if necessary;

3. provision the staff of government medical laboratories and health organizations with the protective equipment, diagnostic reagents, including test kits, and training to detect, prevent, and manage COVID-19 patients, as well as training to build long-term capacity for pandemic preparedness; and

4. support in communication readiness and communication activities through, inter alia, the development of messages and materials to raise awareness and understanding among the public and stakeholders of the risks and possible consequences associated with COVID-19 infection.

The Project consists of two major components:

1. Emergency COVID-19 measures and rapid emergency response (89.42 million EUR);

2. Project Implementation and Monitoring (0.58 million EUR).

**2. Accounting Policy**

*Fundamental accounting principles* – these financial statements under the Project are prepared on the cash basis which complies with the International Public Sector Accounting Standards developed by the International Public Sector Accounting Standards Board of the International Federation of Accountants.

Project funding is recognized to be the source of the Project funds at the moment of receipt of the funds. Project costs are recognized to be the use of Project funds at the moment of effecting the payment.

*Transactions in foreign currencies* – these financial statements are presented in EUR. Transactions in other currencies are calculated into EUR at the actual EUR selling rate for posting expenses.

**Basis of the financial statements** - accounting data of the State Institution “The Republican Scientific and Practical Center of Medical Technologies, Informatization, Management and Economics of Public Health” serves as the basis for reporting. Accounting for transactions under the Project is separated from accounting for funds from other funding sources of the State Institution “The Republican Scientific and Practical Center of Medical Technologies, Informatization, Management and Economics of Public Health”.

### 3. Project Funds Financed by the World Bank

The Project funds were provided by the World Bank according to applications for withdrawal signed by authorized representatives of the State Institution “The Republican Scientific and Practical Center of Medical Technologies, Informatization, Management and Economics of Public Health” – the Director, Deputy Director for Research, Chief Accountant, Deputy Chief Accountant.

#### *Project Accounts*

Project accounts are opened in the Directorate of Belinvestbank JSC in Minsk and Minsk Region and meet the requirements of the World Bank.

#### *a. Designated Account*

Designated account No. BY83BLBB36200100185223001003 has been opened in EUR.

The balance of the designated account at the end of the reporting period is 4 955 472,28 EUR.

#### *b. Current Account in BYN (Transit Account)*

Project account in BYN No. BY56BLBB36200100185223001004 has been opened to pay for national consultants and suppliers of goods, works, services. Project account is credited to the account after converting EUR from a designated account in BYN.

The balance of the current account in BYN at the end of the reporting period is 0 BYN.

### **Basis for Funding**

Loan funds can be withdrawn for funding of 100% of eligible expenses, including payment for Consultants’ services, audit, training and operating expenses including taxes.

### **Reconciliation of funding received from the World Bank with actual Project costs**

<b>Applications for withdrawal of funds</b>	<b>in EUR</b>
Expenses for the period from August 5, 2020 to December 31, 2020	1 044 527,72
<b>Total, expenses incurred for the period from August 5, 2020 to December 31, 2020</b>	<b>1 044 527, 72</b>
World Bank funds received for the period from August 5, 2020 to December 31, 2020	6 225 000,00
Replenishment of the designated account	6 000 000,00
Direct payments	
Front-End-Fee	225 000,0

	0
Plus: Balance of the designated account at August 5, 2020	0
Minus: Front-End-Fee	225 000,00
Minus: Balance of the designated account at December 31, 2020	4 955 472,28
Minus: Balance of the transit account in BYN at December 31, 2020	0
<b>Total, expenses incurred for the period from August 5, 2020 to December 31, 2020</b>	<b>1 044 527,72</b>

Director of RSPC MT

Dmitry Yu. Ruzanov

Chief accountant of RSPC MT

Natallia A. Zaharevich

Head of the PIU

Andrei A. Kobel

Head of the Financial Sector of PIU

Nikolai V. Olesiuk



**FBK-Bel LLC**

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**Reneisky A.G..**