

**“Rural Electrification Project”
Grant No. D504-TJ; Grant No. D792-TJ**

**The project special purpose financial statements
for the year ended December 31, 2025
and independent auditors' report**

"RURAL ELECTRIFICATION PROJECT"
GRANT No. D504-TJ; GRANT No. D792-TJ

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"RURAL ELECTRIFICATION PROJECT"
GRANT No. D504-TJ; GRANT No. D792-TJ

**STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL
OF THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

The following statement, which should be read in conjunction with the independent auditor's responsibilities made with a view to distinguish the respective responsibilities of management and those of the independent auditor in relation to the project special purpose financial statements of the Project "Rural Electrification Project", Grant No. D504-TJ; Grant No. D792-TJ (the Project).

Management is responsible for the preparation of the project special purpose financial statements that present fairly, in all material respects, the summary of funds received and expenditures paid and the summary of expenditures paid by Components for the year ended December 31, 2025 in accordance with International Public Sector Accounting Standard "Financial Reporting Under the Cash Basis of Accounting" (the "IPSAS") issued by the International Public Accounting Standards Board of the International Federation of Accountants and the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "World Bank Guidelines").

In preparing the project special purpose financial statements, management is responsible for:

- selecting suitable accounting policies and applying them consistently;
- making judgments and estimates that are reasonable and prudent;
- stating whether IPSAS and World Bank Guidelines have been followed, subject to any material departures disclosed and explained in the project special purpose financial statements; and
- preparing the project special purpose financial statements on the assumption that the Project will be implemented in accordance with the established period.

Management is also responsible for:

- designing, implementing and maintaining effective and sound system of internal control and for revealing risks in system of internal control;
- maintaining proper accounting records that disclose, with reasonable accuracy at any time, the financial position of the Project, and which enable them to ensure that the project special purpose financial statements of the Project, comply with IPSAS and World Bank Guidelines;
- compliance with laws and regulations of the Republic of Tajikistan, accounting system of the Project and the requirements of the World Bank;
- 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 project's special purpose financial statements for the year ended December 31, 2025 were approved and authorized for issue on May 13, 2026 by the management of the Project.

On behalf of the Management:


**Raim Amrikhon
Yazdon**

**General Director of
OJCS "Pamir Energy
Company"**

May 13, 2026
Khorog, Republic of
Tajikistan


Shirinbekov Kh.

**Finance and Corporate
Director of OJCS
"Pamir Energy
Company"**

May 13, 2026
Khorog, Republic of
Tajikistan


Asrorzoda N.

**Executive Director of
State establishment
"Project Management
Unit for Electro -
Energy Sector"**

May 13, 2026
Dushanbe, Republic of
Tajikistan


Muminov S.

**Chief Accountant of
State establishment
"Project Management
Unit for Electro -
Energy Sector"**

May 13, 2026
Dushanbe, Republic of
Tajikistan

INDEPENDENT AUDITOR'S REPORT

To the Management of the Project "Rural Electrification Project" under the Project Implementation Department of Open Joint Stock Company "Pamir Energy Company", the State establishment "Project Management Unit for Electro-Energy Sector" under the OJSC "Barqi Tojik" and to the Management of State Committee on Investments and State Property Management of the Republic of Tajikistan

Opinion

We have audited the Special Purpose Financial Statements prepared by the Management of the Project "Rural Electrification Project" under the Project Implementation Department of Open Joint Stock Company "Pamir Energy Company", and the State establishment "Project Management Unit for Electro - Energy Sector" under the OJSC "Barqi Tojik" (hereinafter – PID and PMUES) of the "Rural Electrification Project" (hereinafter – the Project) financed against the financial proceeds of the International Development Association (hereinafter – IDA) according to the Grant Agreement No. D504-TJ and Grant Agreement No. D792-TJ (hereinafter-Grant Agreements) for the year ended December 31, 2025.

The Special Purpose Financial Statements comprise: Summary of Funds received and Expenditures paid, Summary of Expenditures paid by Components, Notes to the special purpose financial statements includes: (i) Statement of Expenditure (SOE); (ii) Statement of Designated Account (iii) Statement of Financial Position; and the principal accounting policies and other explanatory information.

In our opinion,

- a) The Special Purpose Financial Statements of the Project fairly present in all material respects the financial position of the Project as at December 31, 2025 and the results of its operations for the year ended December 31, 2025, in conformity with the International Public Sector Accounting Standards (hereinafter – IPSAS);
- b) The PID and PMUES has utilized all proceeds of the Grant withdrawn from IDA only for purposes of the Project in accordance with the Grant Agreements; and no proceeds of the Grant Agreements have been utilized for other purposes;
- c) Statement of Designated Account on Project for the year ended December 31, 2025 give a true and fair view of the financial position of the Designated Account of the Project as at December 31, 2025 and of the cash flows for the year ended December 31, 2025 and complies with the World Bank's guidelines; moreover
- d) With respect to SOEs, adequate supporting documentation has been maintained to support claims to the IDA for reimbursement of expenditures incurred and the expenditures comply with objectives stipulated in the Grant Agreements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements section of our report. We are independent of the Project PID and PMUES in accordance with the ethical requirements that are relevant to our audit of the statements in with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the 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

Basis of Accounting

Without modifying our opinion, we draw attention to Note 3 to the Special Purpose Financial Statements, which describes the basis of accounting. The Special Purpose Financial Statements are prepared to assist the Project to comply with the financial reporting provisions on the requirements conditions of the Grant Agreements and IPSAS. As a result, the Special Purpose Financial Statements may not be suitable for another purpose.

Responsibilities of Management and Those Charged with Governance for the Special Purpose Financial Statements

Management is responsible for the preparation and fair presentation of the Special Purpose Financial Statements based on the cash flow basis in accordance with IPSAS 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.

In preparing the special purpose financial statements, management is responsible for assessing the Project PID and PMUES ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Project or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Project PID and PMUES financial reporting process.

Auditor's Responsibilities 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 a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing (ISAs) will always detect a material misstatement when it exists.

As part of an audit in accordance with ISAs, we exercise 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, 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 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 Project PID and PMUES internal control.
- ✓ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ✓ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the PID and PMUES ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the special purpose financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the PID and PMUES to cease to continue as a going concern.
- ✓ 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 those charged with governance 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Auditor:

KRESTON TASHKENT LLC

Uzbekistan, Tashkent region, 100007,
Makhtumkuli street, 99A

Tashkent, May 13, 2026



“RURAL ELECTRIFICATION PROJECT”
GRANT No. D504-TJ; GRANT No. D792-TJ

SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID
FOR THE YEAR ENDED DECEMBER 31, 2025

(In US dollars)

	Notes	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
		OJSC "PEC"	SE "PMUES"	Total:	OJSC "PEC"	SE "PMUES"	Total:	
Opening balance	4	<u>681,706</u>	<u>-</u>	<u>681,706</u>	<u>975,486</u>	<u>-</u>	<u>975,486</u>	<u>-</u>
Funds received:								
Grant No. IDA D504-TJ	5	7,163,744	926,043	8,089,787	5,636,652	1,942,349	7,579,001	27,795,848
Grant No. IDA D792-TJ	5	<u>872,307</u>	<u>-</u>	<u>872,307</u>	<u>1,759,859</u>	<u>-</u>	<u>1,759,859</u>	<u>9,330,025</u>
Total funds received		<u>8,036,051</u>	<u>926,043</u>	<u>8,962,094</u>	<u>7,396,511</u>	<u>1,942,349</u>	<u>9,338,860</u>	<u>37,125,873</u>
Other non operation income:								
Foreign exchange gain		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9</u>
Total other non operation income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9</u>
Project expenses:								
(1) Goods, works, non-consulting services, consulting services; Training and Incremental Operating Costs for Part 1 of the Project under Grant No. D504-TJ	6	7,195,150	-	7,195,150	5,927,115	-	5,927,115	20,897,406
(2) Goods, works, non-consulting services for Part 1.3 of the Project under Grant No. D792-TJ	6	<u>942,553</u>	<u>-</u>	<u>942,553</u>	<u>1,759,859</u>	<u>-</u>	<u>1,759,859</u>	<u>9,400,271</u>
(3) Consulting services, Training and Incremental Operating Costs for Part 1.3 of the Project under Grant No. D792-TJ	6	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(4) Goods, works, non-consulting services, Training, and consulting services for Part 2 of the Project under Grant No. D504-TJ	6	<u>-</u>	<u>926,043</u>	<u>926,043</u>	<u>-</u>	<u>1,942,349</u>	<u>1,942,349</u>	<u>6,242,435</u>
Total project expenses		<u>8,137,703</u>	<u>926,043</u>	<u>9,063,746</u>	<u>7,686,974</u>	<u>1,942,349</u>	<u>9,629,323</u>	<u>36,540,112</u>

“RURAL ELECTRIFICATION PROJECT”

GRANT No. D504-TJ; GRANT No. D792-TJ

**SUMMARY OF FUNDS RECEIVED AND EXPENDITURES PAID
FOR THE YEAR ENDED DECEMBER 31, 2025 (CONTINUED)**

(In US dollars)

	Notes	For the year ended December 31, 2025			For the year ended December 31, 2024			
		OJSC "PEC"	SE "PMUES"	Total:	OJSC "PEC"	SE "PMUES"	Total:	Cumulative
Other non-operating expenses:								
Foreign exchange loss		3,027	-	3,027	3,317	-	3,317	8,743
Total other non-operating expenses		3,027	-	3,027	3,317	-	3,317	8,743
Closing balance	4	577,027	-	577,027	681,706	-	681,706	577,027

On behalf of the Management:

Raim Amrikhon Yazdon

General Director of OJCS "Pamir Energy Company"

May 13, 2026
Khorog, Republic of Tajikistan

Shirinbekov Kh.

Finance and Corporate Director of OJCS "Pamir Energy Company"

May 13, 2026
Khorog, Republic of Tajikistan

Asrorzoda N.

Executive Director of State establishment "Project Management Unit for Electro - Energy Sector"

May 13, 2026
Dushanbe, Republic of Tajikistan

Muminov S.

Chief Accountant of State establishment "Project Management Unit for Electro - Energy Sector"

May 13, 2026
Dushanbe, Republic of Tajikistan

The notes on pages 10-21 form an integral part of the project special purpose financial statements.
The independent auditors' report is on pages 4-6.

"RURAL ELECTRIFICATION PROJECT"
GRANT No. D504-TJ; GRANT No. D792-TJ
SUMMARY OF EXPENDITURES PAID BY COMPONENTS
FOR THE YEAR ENDED DECEMBER 31, 2025
(In US dollars)

	Notes	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
		OJSC "PEC"	SE "PMUES"	Total:	OJSC "PEC"	SE "PMUES"	Total:	
Part 1. Provision of Electricity Access to Target Settlements in the GBAO Region	6	8,137,703	-	8,137,703	7,686,974	-	7,686,974	30,297,677
Part 2. Provision of Electricity Access to Target Settlements in the Khatlon Region	6	-	926,043	926,043	-	1,942,349	1,942,349	6,242,435
		<u>8,137,703</u>	<u>926,043</u>	<u>9,063,746</u>	<u>7,686,974</u>	<u>1,942,349</u>	<u>9,629,323</u>	<u>36,540,112</u>

On behalf of the Management:

Raim Amrikhon Yazdon

General Director of OJCS "Pamir Energy Company"



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Finance and Corporate Director of OJCS "Pamir Energy Company"

May 13, 2026
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Chief Accountant of State establishment "Project Management Unit for Electro - Energy Sector"

May 13, 2026
Dushanbe, Republic of Tajikistan

The notes on pages 10-21 form an integral part of the project special purpose financial statements.
The independent auditors' report is on pages 4-6.

"RURAL ELECTRIFICATION PROJECT"
GRANT No. D504-TJ; GRANT No. D792-TJ

NOTES TO THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

(In US dollars)

1. GENERAL INFORMATION

According to the Agreement between the Republic of Tajikistan and International Development Association (the "IDA", "World Bank") signed on November 13, 2019 the IDA provided Grant No. D504-TJ in the amount of 22,900,000 Special Drawing Rights (the "SDR"). The Grant was provided for the Project "Rural Electrification Project" (the "Project"). On June 25, 2021 IDA signed for provide additional financing for "Rural Electrification Project" Grant No. D792-TJ in the amount of 7,000,000 SDR.

Project purpose

The objective of the Project is to provide electricity access to target settlements in GBAO and Khatlon regions.

The Project consists of the following parts:

1. Provision of Electricity Access to Target Settlements in the GBAO Region

- P-1.1 Provision of electricity supply to Target Settlements in the GBAO Region through the construction of micro-grids, and connection of consumers to micro-grids and centralized distribution network of "Pamir Energy Company".
- P-1.2 Project implementation support to "PEC", technical assistance for additional site investigation works for Sebzor HPP, and promotion of energy efficiency.
- P-1.3 Provision of support.

2. Provision of Electricity Access to Target Settlements in the Khatlon Region.

- P-2.1 Provision of support for connection of Target Settlements in the Khatlon region, bordering Afghanistan, to the centralized electricity distribution network of "Barqi Tojik".
- P-2.2 Provision of Project implementation support to "Barqi Tojik" through consultancy services

Project management

The Project is implemented by the Project Implementation Department (PID) under the Open Joint Stock Company "Pamir Energy Company" (hereinafter – PEC) and State establishment "Project Management Unit for Electro - Energy Sector" under the OJSC "Barqi Tojik"

Initially, the Project financing was expected to be completed on December 31, 2025; however, in accordance with the World Bank's letter dated November 11, 2025, the Project implementation period was extended until June 30, 2027.

2. PRESENTATION OF THE PROJECT SPECIAL PURPOSE FINANCIAL STATEMENTS

Basis of preparation

These project special purpose financial statements have been prepared in accordance with the International Public Sector Accounting Standard (the "IPSAS") "Financial Reporting under the Cash Basis of Accounting" issued by the Public Sector Committee of the International Federation of Accountants, and incorporate the following principal accounting policies, which have been consistently followed in all material respects and comply with the World Bank's Financial Management Sector Board's "Guidelines: Annual Financial Reporting and Auditing for World Bank Financed Activities" (the "World Bank Guidelines").

Under the cash basis system income (or expenditure) is recognized when cash is received (or paid) irrespective of when goods or services are received or provided.

The Project's approved budget disclosed by categories of expenses is not publicly available and as such comparison of budget and actual amounts is not presented.

These project special purpose financial statements consist of:

- Summary of funds received and expenditures paid;
- Summary of expenditures paid by Components;
- Notes to the project special purpose financial statements, including short description of main statements of accounting policy and other descriptive notes.

The reporting currency of these project special purpose financial statements is US dollars (the "USD").

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash basis of accounting

The project special purpose financial statements are prepared on a cash basis of accounting. The cash basis of accounting recognizes transactions and events only when cash (including cash equivalents) is received or paid by the Project. The project special purpose financial statements prepared under the cash basis provide information on the sources of funds, the purpose of uses of funds, and cash balances at the reporting date. The measurement focus in the project special purpose financial statements is balances of cash and changes therein.

Foreign currency

Operations in foreign currency initially are counted in functional currency by the official currency exchange rate settled by the National Bank of Tajikistan (the "NBT") on a date of operation.

Funds received are translated into US dollars at official exchange rate of Special Drawing Rights (the "SDR") at the date of funds receipt. All payments made in local currency are translated into US dollars at the official exchange rate defined by the NBT, at the date of transaction.

All foreign exchange differences resulted from maturity or recounting are included in the summary of funds received and expenditures paid.

Cash and cash equivalents

Cash and cash equivalents include due from banks, which can be converted to the corresponding amount of cash in the short term.

Taxes

Calculation and payment of personal income tax and social security contributions from income of local staff and consultants is made in accordance with the requirements and rates of the Tax Code of the Republic of Tajikistan and relevant legislation of the Republic of Tajikistan.

Project expenses

The expenses are recorded in the period when they were actually paid.

Sources of funds

The World Bank provided the funds to the Project by advances and direct payments.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2025 and 2024 comprise:

OJSC "PEC"	Sources of financing	Currency	December 31, 2025	December 31, 2024
Designated account	Grant No.D504-TJ	USD	320,242	681,274
Transit account	Grant No.D504-TJ	USD	215,330	368
Transit account	Grant No.D504-TJ	TJS	41,455	64
			<u>577,027</u>	<u>681,706</u>

SE "PMUES" does not have cash balances in the settlement bank accounts, as no transactions have been made through the settlement bank accounts of the Project.

5. FUNDS RECEIVED

The funds received are presented by the following financing methods and sources of financing:

Financing method / sources of financing:	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total	
Grant No. D504-TJ							
Direct Payment	6,490,009	926,043	7,416,052	4,737,473	1,942,349	6,679,822	23,621,935
Advances	673,735	-	673,735	899,179	-	899,179	4,215,316
Refund	-	-	-	-	-	-	(41,403)
	<u>7,163,744</u>	<u>926,043</u>	<u>8,089,787</u>	<u>5,636,652</u>	<u>1,942,349</u>	<u>7,579,001</u>	<u>27,795,848</u>
Grant No. D792-TJ							
Direct Payment	872,307	-	872,307	1,759,859	-	1,759,859	9,330,025
Advances	-	-	-	-	-	-	-
	<u>872,307</u>	<u>-</u>	<u>872,307</u>	<u>1,759,859</u>	<u>-</u>	<u>1,759,859</u>	<u>9,330,025</u>
Total fund received	<u>8,036,051</u>	<u>926,043</u>	<u>8,962,094</u>	<u>7,396,511</u>	<u>1,942,349</u>	<u>9,338,860</u>	<u>37,125,873</u>

6. EXPENSES

The Project expenses by components are presented in the summary of expenditures paid by Components. The Project expenses on major categories are presented in the summary of funds received and expenditures paid.

Breakdown of the Project expenses by nature and by sources of financing is presented as follows:

(1) GOODS, WORKS, NON-CONSULTING SERVICES, CONSULTING SERVICES; TRAINING AND INCREMENTAL OPERATING COSTS FOR PART 1 OF THE PROJECT UNDER GRANT No. D504-TJ

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total	
Equipment, civil works and goods	6,513,529	-	6,513,529	4,711,851	-	4,711,851	17,707,098
Consulting and non-consulting services	681,396	-	681,396	1,214,189	-	1,214,189	3,183,676
Bank's fee	225	-	225	1,075	-	1,075	6,632
	<u>7,195,150</u>	<u>-</u>	<u>7,195,150</u>	<u>5,927,115</u>	<u>-</u>	<u>5,927,115</u>	<u>20,897,406</u>

(2) GOODS, WORKS, NON-CONSULTING SERVICES FOR PART 1.3 OF THE PROJECT UNDER GRANT No. D792-TJ

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total	
Equipment, civil works and goods	942,553	-	942,553	1,759,859	-	1,759,859	9,400,271
Consulting and non-consulting services	-	-	-	-	-	-	-
Bank's fee	-	-	-	-	-	-	-
	<u>942,553</u>	<u>-</u>	<u>942,553</u>	<u>1,759,859</u>	<u>-</u>	<u>1,759,859</u>	<u>9,400,271</u>

There were no expenditures under Component (3) Consulting Services, Training and Incremental Operating Costs for Part 1.3 of the Project financed under Grant No. D792-TJ during the year ended December 31, 2025.

(4) GOODS, WORKS, NON-CONSULTING SERVICES, TRAINING, AND CONSULTING SERVICES FOR PART 2 OF THE PROJECT GRANT No. D504-TJ

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total	
Equipment, civil works and goods	-	926,043	926,043	-	1,942,349	1,942,349	6,242,435
Consulting and non-consulting services	-	-	-	-	-	-	-
Bank's fee	-	-	-	-	-	-	-
	-	926,043	926,043	-	1,942,349	1,942,349	6,242,435
Total expenses	8,137,654	926,043	9,063,697	7,686,974	1,942,349	9,629,323	36,540,063

Breakdown of project expenses by components (parts) is presented as follows:

PART 1. PROVISION OF ELECTRICITY ACCESS TO TARGET SETTLEMENTS IN THE GBAO REGION

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total	
Equipment, civil works and goods	7,456,082	-	7,456,082	6,471,710	-	6,471,710	27,107,369
Consulting and non-consulting services	681,396	-	681,396	1,214,189	-	1,214,189	3,183,676
Bank's fee	225	-	225	1,075	-	1,075	6,632
	8,137,703	-	8,137,703	7,686,974	-	7,686,974	30,297,677

PART 2. PROVISION OF ELECTRICITY ACCESS TO TARGET SETTLEMENTS IN THE KHATLON REGION

	For the year ended December 31, 2025			For the year ended December 31, 2024			Cumulative
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total	
Equipment, civil works and goods	-	-	-	-	1,942,349	1,942,349	5,316,392
Consulting and non-consulting services	-	926,043	926,043	-	-	-	926,043
Bank's fee	-	-	-	-	-	-	-
	-	926,043	926,043	-	1,942,349	1,942,349	6,242,435
	8,137,703	926,043	9,063,746	7,686,974	1,942,349	9,629,323	36,540,112

7. DIRECT PAYMENTS PROCEDURES

Direct payments made by the IDA from Grant Account during the period from January 1, 2025 to December 31, 2025 are stated in the following table:

OJSC "PEC"

Sources of financing	No. of Withdrawal application	Dated	Payment currency	Paid Amount by category (in USD)		Total amount in USD
				(1) Goods, works, non-consulting services, consulting services; Training and Incremental Operating Costs for Part 1 of the Project under Grant No. IDA D504-TJ	(2) Goods, works, non-consulting services for Part 1.3 of the Project under Grant No. D792-TJ	
Grant No. D504-TJ	PE 47	28.03.2025	USD	877,174	-	877,174
Grant No. D504-TJ	PE 48	04.06.2025	USD	1,114,736	-	1,114,736
Grant No. D504-TJ	PE 49	17.07.2025	USD	853,324	-	853,324
Grant No. D504-TJ	PE 50	17.07.2025	USD	463,510	-	463,510
Grant No. D504-TJ	PE 51	15.09.2025	USD	1,017,845	-	1,017,845
Grant No. D504-TJ	PE 53	28.10.2025	USD	405,879	-	405,879
Grant No. D504-TJ	PE 55	20.11.2025	USD	942,778	-	942,778
Grant No. D504-TJ	PE 57	15.12.2025	USD	814,763	-	814,763
Grant No. D792-TJ	PE 52	15.12.2025	USD	-	872,307	872,307
Total				6,490,009	872,307	7,362,316

Below is the summary of IDA-financed total under the Direct Payment Procedure (from the beginning of the Project):

Reporting Year	Paid Amount by category (in USD)		Total Amount in USD
	(1) Goods, works, non-consulting services, consulting services; Training and Incremental Operating Costs for Part 1 of the Project under Grant No. D504-TJ	(2) Goods, works, non-consulting services for Part 1.3 of the Project under Grant No. D792-TJ	
For the year ended December 31, 2021	4,127,769	-	4,127,769
For the year ended December 31, 2022	336,784	-	336,784
For the year ended December 31, 2023	1,646,062	6,697,859	8,343,921
For the year ended December 31, 2024	4,737,473	1,759,859	6,497,332
For the year ended December 31, 2025	6,490,009	872,307	7,362,316
Total	17,338,097	9,330,025	26,668,122

Direct payments made by the IDA from Grant Account during the period from January 1, 2025 to December 31, 2025 are stated in the following table:

SI "PMUES"

Sources of financing	No. of Withdrawal application	Dated	Payment currency	Paid Amount by category (in USD)		Total amount in USD
				(4) Goods, works, non-consulting services, Training, and consulting services for Part 2 of the Project Grant No. D504-TJ		
Grant No. D504-TJ	PMU 013	11.02.2025	USD		273,877	273,877
Grant No. D504-TJ	PMU 014	27.03.2025	USD		183,553	183,553
Grant No. D504-TJ	PMU 015	04.06.2025	USD		284,520	284,520
Grant No. D504-TJ	PMU 016	03.12.2025	USD		184,093	184,093
Total					926,043	926,043

Below is the summary of IDA-financed total under the Direct Payment Procedure (from the beginning of the Project):

Reporting Year	Paid Amount by category (in USD) (4) Goods, works, non-consulting services, Training, and consulting services for Part 2 of the Project Grant No. D504-TJ	Total Amount in USD
For the year ended December 31, 2021	172,569	172,569
For the year ended December 31, 2022	1,260,000	1,260,000
For the year ended December 31, 2023	1,941,474	1,941,474
For the year ended December 31, 2024	1,942,349	1,942,349
For the year ended December 31, 2025	926,043	926,043
Total	6,242,435	6,242,435

8. STATEMENT OF EXPENDITURE (SOE) PROCEDURES

SOE procedure used by the Project to replenish funds to the Designated Account in accordance with the conditions of the Financing Agreement and World Bank Guidelines' requirements.

Summary data on funds reimbursed through SOE procedures for the period from January 1, 2025 to December 31, 2025 is stated in the following table:

Total amount of Expenses (without DPs)	775,387
<i>Overstated expenditures**</i>	<i>50**</i>
Total Amount reported under SOEs	775,437
<i>Less: expenditures not submitted to IDA on 31 December 2025*</i>	<i>(416,009)</i>
PE-56*	(416,009)
Total expenses:	359,428
Of which: replenished to Designated Account	673,735
<i>Less: Reimbursement of expenses for 2024 under:</i>	<i>(314,307)</i>
PE 46	(314,307)
Total reimbursed:	359,428
Deviation	-

(*) The total amount of expenses for 2025 under application PE-56 amounted to 416,009 US dollars, which was reimbursed in January 2026.

(**) The "Overclaimed Expenditures" category included international bank charges amounting to 50 US dollars, which were recorded as foreign exchange expenses.

Below is the summary of IDA-financed total under the SOE Procedure:

Grant	No. WA	Period of expenses (year)	Expenses category (1) Goods, works, non-consulting services, consulting services; Training and Incremental Operating Costs for Part 1 of the Project	Total amount to be replenished	Total amount of advances received on a Designated Account	Offset from advances / Unreimbursed expenses
Grant No. D504-TJ	PE 46	2025	31,878	31,878	346,185	-
Grant No. D504-TJ	PE 54	2025	327,550	327,550	327,550	-
Grant No. D504-TJ	PE 56	2025	416,009	416,009	-	-
			775,437	775,437	673,735	-

9. STATEMENT OF FINANCIAL POSITION

Financial position as at December 31, 2025 and 2024 comprises:

	For the year ended December 31, 2025			For the year ended December 31, 2024		
	OJSC "PEC"	SE "PMUES"	Total	OJSC "PEC"	SE "PMUES"	Total
ASSETS AND EXPENDITURES						
Cash and cash equivalents	577,027	-	577,027	681,706	-	681,706
Cumulative project expenditures	30,297,677	6,242,435	36,540,063	22,159,974	5,316,392	27,476,366
Foreign exchange loss	11,708	-	11,708	5,716	-	5,716
TOTAL ASSETS AND EXPENDITURES	30,886,412	6,242,435	37,128,847	22,847,396	5,316,392	28,163,788
FINANCING						
Funds received	30,883,438	6,242,435	37,125,873	22,847,387	5,316,392	28,163,779
Foreign exchange gain	2,974	-	2,974	9	-	9
TOTAL FINANCING	30,886,412	6,242,435	37,128,847	22,847,396	5,316,392	28,163,788

10. WITHDRAWAL APPLICATIONS

Withdrawal applications for the year ended December 31, 2025 comprise:

OJSC "PEC"

Sources of financing	Applications	Value Date	Direct payment	Advance	Total
Grant No. D504-TJ	PE 46	March 13, 2025	-	346,185	346,185
Grant No. D504-TJ	PE 47	March 28, 2025	877,174	-	877,174
Grant No. D504-TJ	PE 48	June 4, 2025	1,114,736	-	1,114,736
Grant No. D504-TJ	PE 49	July 17, 2025	853,324	-	853,324
Grant No. D504-TJ	PE 50	July 17, 2025	463,510	-	463,510
Grant No. D504-TJ	PE 51	September 15, 2025	1,017,845	-	1,017,845
Grant No. D504-TJ	PE 53	October 28, 2025	405,879	-	405,879
Grant No. D504-TJ	PE 54	November 18, 2025	-	327,550	327,550
Grant No. D504-TJ	PE 55	November 20, 2025	942,778	-	942,778
Grant No. D504-TJ	PE 57	December 15, 2025	814,763	-	814,763
			<u>6,490,009</u>	<u>673,735</u>	<u>7,163,744</u>
Grant No. D792-TJ	PE 52	September 26, 2025	872,307	-	872,307
			<u>872,307</u>	<u>-</u>	<u>872,307</u>
			<u>7,362,316</u>	<u>673,735</u>	<u>8,036,051</u>

SI "PMUES"

Sources of financing	Applications	Value Date	Direct payment	Advance	Total
Grant No. D504-TJ	PMU 013	February 11, 2025	273,877	-	273,877
Grant No. D504-TJ	PMU 014	March 27, 2025	183,553	-	183,553
Grant No. D504-TJ	PMU 015	June 4, 2025	284,520	-	284,520
Grant No. D504-TJ	PMU 016	December 3, 2025	184,093	-	184,093
			<u>926,043</u>	<u>-</u>	<u>926,043</u>

11. STATEMENT OF DESIGNATED ACCOUNT

Statement of designated account for the year ended December 31, 2025 comprise:

OJSC "PEC"

Bank

Currency

Bank account

Bank's location

UBS Bank
US Dollars
0240 493327.62.B
35, Rue des Noirettes str,
Carouge, Switzerland

Balance as at January 1, 2025	681,274
Advance	673,735
Refund	399,950
Total funds received	1,073,685
Transfer beetwen accounts	1,250,000
Expenditures paid	184,579
Bank charges	138
Total Expenditures	1,434,717
Balance as at December 31, 2025	320,242

SE "PMUES" does not have cash balances in the settlement bank accounts, as no transactions have been made through the settlement bank accounts of the Project.

12. UNDRAWN FUNDS

As at December 31, 2025 undrawn funds are presented as follows:

	Grant No. D504-TJ		Grant No. D792-TJ	
	In SDR	In USD	In SDR	In USD
Approved grant amount	22,900,000	31,700,000	7,000,000	10,000,000
Funds received from the start of the project until December 31, 2025	20,540,568	27,795,848	7,000,000	9,330,025
Historical forex between SDR and USD	-	-	-	-
Undrawn financing amount	2,359,432	3,904,152	-	669,975

13. COMMITMENTS

In the normal course of activities, the Project concludes agreements with suppliers of goods and services in accordance with the established budget and procurement plan.

Contract value of obligations valid as at December 31, 2025 was as follows:

OJSC "PEC"

Counterparty	Contract #	Contract currency	Remaining Contract Value in original currency	Remaining Contract Value in USD
LLC Mulk	TJ-PE-21/2022-WO-RFB-B/ Addendum 2	TJS	5,055,123	546,423
LLC Nazri	TJ-PE-21/2022-WO-RFB- A/ Addendum 2	TJS	3,541,191	382,778
LLC Marbut	TJ-PE-23/2022-WO-RFB	TJS	3,265,228	352,948
SDEE Consortium	TJ-PE-20/2022-WO-RFB	USD	2,594,040	2,594,040
LLC Ghaffursokhtmon	TJ-PE-21/2022-WO-RFB-C	TJS	253,371	27,388
OJSC "TOJIKSGEM"	TJ-PE-22/2022-WO-RFB	USD	191,943	191,943
LLC Nazri 27	TJ-PE-27/2022-WO-RFB	TJS	36,723	3,970
LLC Suraj	TJ-PE-29/2024-WO-RFB	TJS	2,227	241

SE "PMUES" does not have any obligations as at December 31, 2025.

14. LEGAL CASES

There were no any legal cases related to the Project

15. EVENTS AFTER THE REPORTING DATE

During 2026 until the date of issue of these project special purpose financial statements the World Bank provided financing to the Project as follows:

OJSC "PEC"

Sources of financing	Financing method	Application	Currency	Value Date	Amount in USD	Amount in SDR
Grant No. D504-TJ	Advance	PE 56	USD	February 10, 2026	416,408	301,902
Grant No. D504-TJ	Direct Payment	PE 58	USD	January 23, 2026	658,645	481,061
					<u>1,075,053</u>	<u>782,963</u>

As at the date of issue of the project special purpose financial statements no other significant events or transactions occurred, except for the events or transactions described above.