EMERGENCY OPERATION FOR DEVELOPMENT PROJECT
(P 155732)
LOAN NO. (85200-IQ)

IMPLEMENTED BY

THE GOVERNMENT OF THE REPUBLIC OF IRAQ

Ministry of Health

FUNDED BY

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT
&
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN

PUBLIC ACCOUNTANTS, AUDITORS

BAGHDAD – IRAQ

Independent auditor's report

To the management of the Emergency Operation for Development Project
Emergency Operations for Development is a Project (P 155732) Loan No. (85200-IQ) -
Ministry of Health
Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732), Loan No. (85200-IQ) covering the year ended December 31st, 2024. The preparation of the financial statement is the responsibility of the project management team (PMT). Our responsibility is to express an opinion on these financial statements based on our audit.

We have also audited the compliance with laws, regulations, guidelines, and provisions that govern the Loan Agreement covering the year ended December 31st 2024.

We have conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) has complied with the laws, regulations, guidelines, and provisions governed by the Loan Agreement. An audit involves performance, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Opinion

(a) The Projects' Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st, 2024, in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach.

(b) A proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project.

(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines, and provisions governed by the Loan agreement.

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed .F. Al-Salman
Public Accountant & Auditor
Baghdad, Republic of Iraq
Date: January 21st 2026

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MINISTRY OF HEALTH
EMERGENCY OPERATION FOR DEVELOPMENT PROJECT (P 155732) LOAN NO. (85200-IQ)
STATEMENT OF CASH RECEIPTS AND PAYMENTS
COVERING THE YEAR ENDED DECEMBER 31ST 2024
IN U.S. DOLLARS

	Notes	Allocated amounts for the life of the project	Actual receipts and payments since inception to 31 December 2023	Actual receipts and payments in the year 2024	Accumulated receipts and payments balance as of 31 December 2024
		USD	USD	USD	USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO. 85200-IQ) Part (A-4)	3-1	18,000,000	15,152,698	-	15,152,698
Receipts from IBRD (LOAN NO. 85200-IQ) Part (C-4)	3-1	34,982,798	5,000,000	-	5,000,000
UNOPS			7,571,307	-	7,571,307
Refunded amounts			(585,517)	-	(585,517)
			11,985,790	-	**11,985,790**
Total cash receipts		**52,982,798**	**27,138,488**	-	**27,138,488**
CASH PAYMENTS					
Cash Payments for Components - Part (A-4)	3-2	**18,000,000**	(15,056,781)	-	(15,056,781)
Cash Payments for Components - Part (A-4)	3-2	**34,982,798**	(11,993,461)	-	(11,993,461)
Advance settlement			(2,196)	-	(2,196)
Difference settlement			(3,033)	-	(3,033)
			(11,998,690)	-	(11,998,690)
Total cash payments		**52,982,798**	**(27,055,471)**	-	**(27,055,471)**
Cash at Bank as at end of the period	4				**83,017**

PMT Manager
Husam Alwan Kareem

Financial Management
Fo/Adnan Abdulhassan Kayem
Ammar Mohammed Rashak

The notes on pages from 1 to 5 are integral part of these financial statements

1- GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation 1-The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area.

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Health (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of Health in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring.

The financial statements and the notes on pages 1 to 5 were authorized for issuance by the Management Letter dated: January 21st2026.

IN U.S. DOLLARS

1 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS FOR ACCORDANCE TO THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2024 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(4) (a) Goods, non-consulting services, consultant services, and Operating Costs for Parts 4(a), 5(e), and 6(d) of the Project	18,000,000	15,152,698	(15,056,781)	**95,917**
(4) (c) Goods, non-consulting services, consultant services, and Operating Costs for Parts 4(b)(ii) of the Project	34,982,798	11,985,790	(11,998,690)	**(12,900)**
Total	**52,982,798**	**27,138,488**	**(27,055,471)**	**83,017**

-With reference the international banks for reconstruction and development letter dated 20 June 2024, the allocated to the component has been raised to USD (52,982,798).

IN U.S. DOLLARS

3- CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total Cash Receipts from the date of inception to 31 December 2024:

	Actual cash Receipts since inception to 31 December 2023	Actual Cash Receipts in the year 2024	Accumulated cash Receipts balance as of 31 December 2024
	USD	USD	USD
Designated bank account	8,001,888	-	8,001,888
Direct payments	11,565,293	-	11,565,293
UNOPS	7,571,307	-	7,571,307
	19,136,600	**-**	**19,136,600**
Total	**27,138,488**	-	**27,138,488**

3-2 The following table summarizes total Cash Disbursements from the date of inception to 31 December 2024:

	Actual Disbursements since inception to 31 December 2023	Actual Disbursements in the year 2024	Accumulated Disbursements balance as of 31 December 2024
	USD	USD	USD
Goods and Equipment	26,861,439	-	26,861,439
Civil work	-	-	-
Consultant services	-	-	-
Operation costs	188,803	-	188,803
Advance settlement	2,196	-	2,196
Difference settlement	3,033	-	3,033
	194,032	-	194,032
Non-Consultancy services	-	-	-
Total	**27,055,471**	**-**	**27,055,471**

3-3 The office equipment it was Equivalent with actual Inventory.

4- FUND BALANCE

	2024 USD	2023 USD
Fund balance per bank as at 31 December	83,017	83,017
Add:		
Bank fees	-	-
Operating Advance	-	-
Less:		
Bank fees	-	-
Refund to the World Bank	-	-
Outstanding checks	-	-
Fund balance per books as at 31 December	**83,017**	**83,017**

5 REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO. 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development.

6 BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting.
The accounting policies have been applied consistently throughout the period.
The financial statements have been presented in U.S dollars (USD), which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ).

6.1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks.

6.2 Receipts

Receipts comprise cash in hand, deposits in demand at the bank, and cash equivalents received from the International Bank for Reconstruction and Development (Loan Agreement- Loan No. 85200-IQ).

6.3 Disbursements

The disbursements of the project's resources are restricted for (Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs, Training and Workshop) related to implementing, managing, and monitoring the project.

7 GOING CONCERN

The entity shall be terminated and seize to exist once the final budget from the International Bank for Reconstruction and Development is expended or the projects indicated in the Loan agreement are fulfilled and accomplished.

EMERGENCY OPERATION DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200- IQ)

IMPLEMENTED BY

THE GOVERNMENT OF THE REPUBLIC OF IRAQ

MINISTRY OF HEALTH

Funded by

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER
ON
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN
PUBLIC ACCOUNTANT & AUDITOR
BAGHDAD – IRAQ

A.F. Al-Salman
Public Accountants, Auditors

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات

No: AFS/1/26

Date: 26 /1/2026

Ministry of Health
Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)
Funded by the International Bank for Reconstruction and Development
Baghdad – The Republic of Iraq

Dear Sirs,

Subject: Management Letter

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P 155732), Loan No. (85200-IQ) Covering the year ended December 31st 2024, in our opinion, there was no observation for the component that affects the "Project" Management Team (PMT), as to record, process, summarize, and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

This report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F.Al-Salman
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EMERGENCY OPERATION FOR DEVELOPMENT *PROJECT*
(P 155732)
LOAN NO, (85200-IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

RECONSTRUCTION FUND FOR AREAS AFFECTED BY TERRORISTIC OPERATIONS

FUNDED BY

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT
&
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN
PUBLIC ACCOUNTANT & AUDITOR
BAGHDAD – IRAQ

Independent auditor's report

To the management of Emergency Operation for Development Project
Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ)-
Reconstruction Fund for Areas Affected by Terroristic Operations
Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) covering the year ended December 31st 2024, the preparation of the financial statement is the responsibility of project managements team (PMT), Our responsibility is to express an opinion on these financial statements based on our audit.

We have also audited the compliance with laws, regulations, guidelines and provisions which governs the Loan Agreement covering for the year ended December 31st2024 .

We have conducted our audit in accordance with International Standards on Auditing, Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether The Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) has complied with the laws, regulations, guidelines and provisions governed by the Loan Agreement, An audit involves performance, on a test basis, evidence supporting the amounts and disclosures in the financial statements, An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation, We believe that our audits provide a reasonable basis for our opinion.

Opinion

(a) The Projects' Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) covering the year ended December 31st2024 , in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach.

(b) Proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project,

(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines and provisions governed by the Loan agreement.

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F.Al-Salman
Public Accountant & Auditor
Baghdad, Republic of Iraq
Date: January 21st 2026

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RECONSTRUCTION FUND FOR AREAS AFFECTED BY TERRORISTIC OPERATIONS
EMERGENCY OPERATION FOR DEVELOPMENT PROJECT (P 155732) LOAN NO. (85200-IQ)
STATEMENT OF CASH RECEIPTS AND PAYMENTS
COVERING THE YEAR ENDED DECEMBER 31ST 2024
IN U.S. DOLLARS

	Notes	Allocated amounts for the life of the project USD	Actual receipts and payments since inception to 31 December 2023 USD	Actual receipts and payments in year 2024 USD	Accumulated receipts and payments balance as of 31 December 2024 USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO, 85200-IQ)	3-1		8,660,771	27	8,660,798
Total cash receipts		**8,718,950**	**8,660,771**	27	**8,660,798**
CASH PAYMENTS					
Cash Payments for Components			**(8,380,589)**	**(65,066)**	(8,445,655)
Total cash payments	3-2	**8,718,950**	**(8,380,589)**	**(65,066)**	**(8,445,655)**
Cash at Bank as at end of the period	4				**215,143**

PMT manager
Mohammed Qassim Mohammed

Financial Management
Ali Flayyih Abdullah

The notes on pages from 1 to 5 are integral part of these financial statements

1 GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation 1-The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area.

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Electricity (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of electricity in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring.

The financial statements and the notes on pages 1 to 5 were authorized for issuance by Management Letter dated: January 21st 2026.

IN U.S. DOLLARS

2 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS FOR ACCORDANCE TO THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2024 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(5) Goods, non-consulting services, consultants' services, Operating Costs, and Training and Workshops for Parts 5(d),(i), (iii) and 6(e) of the Project	**8,718,950**	**8,660,798**	**(8,445,655)**	**215,143**

- With reference the international bank's for reconstruction and development letter dated 20 June 2024, the allocated to the component has been reduced to USD (**8,718,950**).

IN U.S. DOLLARS

3- CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total Cash Receipts from date of inception to 31 December 2024:

Account name	Actual cash Receipts since inception to 31 December 2023 USD	Actual cash Receipts in year 2024 USD	Accumulated cash Receipts balance as of 31 December 2024 USD
Designated bank account	5,466,615	27	5,466,642
Reimbursements	21,514	—	21,514
Direct payments	3,172,642	—	3,172,642
Total	**8,660,771**	27	**8,660,798**

3-2 The following table summarizes total Disbursements from date of inception To 31 December 2024

Account name	Actual Disbursements since inception to 31 December 2023 USD	Actual Disbursements in year 2024 USD	Accumulated Disbursements balance as of 31 December 2024 USD
Goods and Equipment	28,896	—	28,896
Consultant services	7,019,161	51,025	7,070,186
Operation costs	1,332,532	14,041	1,346,573
Total	**8,380,589**	**65,066**	**8,445,655**

3-3 The office equipment it was Equivalent with actual Inventory.

IN U.S. DOLLARS

4- FUND BALANCE

	2024 USD	2023 USD
Fund balance per bank as at 31 December	215,143	280,172
Add:		
Bank fees	–	10
Advance	–	-
Less:		
Bank fees	–	-
Tender fees	–	-
Outstanding checks	–	-
Fund balance per books as at 31 December	**215,143**	**280,182**

5- REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO, 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development,

6- BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting,

The accounting policies have been applied consistently throughout the period,

The financial statements have been presented in U,S Dollar (USD) which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ).

6.1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks,

6.2 Receipts

Receipts comprise of cash in hand, deposits in demand at the bank, and cash equivalents received from International Bank for Reconstruction and Development (Loan Agreement- Loan No, 85200-IQ),

6.3 Disbursements

The disbursements of project's resources are restricted for (Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs, Training and Workshop) related to implementing, managing, and monitoring the project,

7- GOING CONCERN

The entity shall be terminated and seize to exist once the final budget from the International Bank for Reconstruction and Development is Expensed or the projects indicated in the Loan agreement are fulfilled and accomplished,

EMERGENCY OPERATION DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200- IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

RECONSTRUCTION FUND FOR AREAS AFFECTED BY TERRORISTIC OPERATIONS

Funded by

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER

ON

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN

PUBLIC ACCOUNTANT & AUDITOR

BAGHDAD – IRAQ

A.F. Al-Salman
Public Accountants, Auditors

أحمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات

No: AFS/1/26

Date: 21/1/2026

Reconstruction Fund for Areas Affected by Terroristic Operations
Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)
Funded by the International Bank for Reconstruction and Development
Baghdad – The Republic of Iraq

Dear Sirs,

<u>Subject: Management Letter</u>

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in our opinion, there was no observation for the component which affects the "Project" Managements' Team (PMT), as to record, process, summarize and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

While this report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

أحمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F.Al-Salman
Public Accountant & Auditor
Baghdad – Iraq

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E-Mail: ahmedf.alsalman@gmail.com

EMERGENCY OPERATION FOR DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200-IQ)

IMPLEMENTED BY
THE GOVERNMENT OF THE REPUBLIC OF IRAQ
Ministry of Electricity
FUNDED BY
THE INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT
&
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED, F, AL-SALMAN
PUBLIC ACCOUNTANTS & AUDITOR
BAGHDAD – IRAQ

Independent auditor's report
To the management of the Emergency Operation for the Development Project

Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) - Ministry of Electricity
Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732), Loan No. (85200-IQ) covering the year ended December 31st, 2023). The preparation of the financial statement is the responsibility of the project management team (PMT). Our responsibility is to express an opinion on these financial statements based on our audit.

We have also audited the compliance with laws, regulations, guidelines, and provisions that govern the Loan Agreement covering the year ended December 31st 2024.

We have conducted our audit in accordance with International Standards on Auditing, Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether The Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) has complied with the laws, regulations, guidelines and provisions governed by the Loan Agreement, An audit involves performance, on a test basis, evidence supporting the amounts and disclosures in the financial statements, An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation, We believe that our audits provide a reasonable basis for our opinion,

Opinion

(a) The Projects Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) covering the year ended December 31st 2024, in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach,

(b) Proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project,

(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines and provisions governed by the Loan agreement,

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed Farquad Al-Salman
Public Accountant & Auditor
Baghdad, Republic of Iraq
Date: January 21st 2026

Ministry of Electricity
Emergency Operation for Development PROJECT (P 155732) LOAN NO, (85200-IQ)
Statement of Cash Receipts and Payments
Covering the year ended December 31st 2024
In U,S, Dollars

	Notes	Allocated amounts for the life of the project	Actual receipts and payments since inception to 31 December 2023	Actual receipts and payments in year 2024	Accumulated receipts and payments balance as of 31 December 2024
		USD	USD	USD	USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO, 85200-IQ)	3-1		68,890,728	14,235	68,904,963
Total cash receipts		**69,714,005**	**68,890,728**	**14,235**	**68,904,963**
CASH PAYMENTS					
Cash Payments for Components			(68,526,065)	(15,663)	(68,541,728)
Total cash payments	3-2	**69,714,005**	**(68,526,065)**	**(15,663)**	**(68,541,728)**
Cash at Bank as at end of the period	4				**363,235**

PMT Manager
Murtadha Hussein Mahdi

Financial Management
Laila Manea Mohsin

وزارة الكهرباء
E-O-D-P
AF
مشروع التمويل الاضافي
لقرض البنك الدولي

1 GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation 1-The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area,

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Electricity (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of electricity in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring,

The financial statements and the notes on pages 1 to 5 were authorized for issuance by Management Letter dated: January 21st 2026 .

2 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS IN ACCORDANCE WITH THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2023 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(1) Goods, works, non-consulting services, consultants' services, and Operating Costs for Parts 1 and 6(a) of the Project	**69,714,005**	**68,904,963**	**(68,541,728)**	**363,235**

- With reference to the international banks for reconstruction and development letter dated 20 June 2024, the allocated to the component has been reduced to USD (**69,714,005**).

3 CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total CASH RECEIPTS from date of inception to 31 December 2024:

	Actual cash Receipts since inception to 31 December 2023	Actual cash Receipts in year 2024	Accumulated cash Receipts balance as of 31 December 2024
	USD	USD	USD
Designated bank account	19,692,978	—	19,692,978
Direct payments	49,197,750	14,235	49,211,985
Total	**68,890,728**	**14,235**	**68,904,963**

3-2 The following table summarizes total Cash Disbursements from date of inception To 31 December2024:

	Actual Disbursements since inception to 31 December 2023	Actual Disbursements in year 2024	Accumulated Disbursements balance as of 31 December 2024
	USD	USD	USD
Goods and Equipment	67,391,128	14,235	67,405,363
Civil work	313,488	—	313,488
Consultant services	400,788	—	400,788
Operation costs	420,661	1,428	422,089
Non-Consultancy services	—	—	—
Total	**68,526,065**	**15,663**	**68,541,728**

3-3 The office equipment it was Equivalent with actual Inventory.

4- FUND BALANCE

	2024 USD	2023 USD
Fund balance per bank as at 31 December	363,235	364,663
Add:		
Bank fees	—	—
Operating Advance	—	—
Less:		
Bank fees	—	—
Recovering an Operating advance	—	—
Outstanding checks	—	—
Fund balance per books as at 31 December	**363,235**	**364,663**

5. REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO, 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development,

6. BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting,
The accounting policies have been applied consistently throughout the period,
The financial statements have been presented in U,S Dollar (USD) which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ),

6.1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks,

6.2 Receipts

Receipts comprise of cash in hand, deposits in demand at the bank, and cash equivalents received from International Bank for Reconstruction and Development (Loan Agreement-Loan No, 85200-IQ),

6.3 Disbursements

The disbursements of project's resources are restricted for (Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs, Training and Workshop) related to implementing, managing, and monitoring the project,

7. GOING CONCERN

The entity shall be terminated and seize to exist once the final budget from the International Bank for Reconstruction and Development is Expensed or the projects indicated in the Loan agreement are fulfilled and accomplished,

EMERGENCY OPERATION DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200- IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

MINISTRY OF ELECTRICITY

Funded by

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER

ON

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN

PUBLIC ACCOUNTANT & AUDITOR

BAGHDAD – IRAQ

No: **AFS/1/26**

Date: 21/1/2026

Ministry of Electricity

Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)

Funded by the International Bank for Reconstruction and Development

Baghdad – The Republic of Iraq

Dear Sirs,

Subject: Management Letter

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2023, in our opinion, there was no observation for the component which affects the "Project" Managements' Team (PMT), as to record, process, summarize and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

While this report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F. Al-Salman
Public Accountant & Auditor
Baghdad – Iraq

EMERGENCY OPERATION FOR DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200-IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

Ministry of Construction, Housing, Municipalities and Public Works

MABANY DIRECTORATE

FUNDED BY

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT

&

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN

PUBLIC ACCOUNTANTS, AUDITORS

BAGHDAD – IRAQ

Independent auditor's report

To the management of Emergency Operation for Development Project
Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) / Ministry of Construction, Housing, Municipalities and Public Works - Mabany Directorate
Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, The preparation of the financial statement is the responsibility of project managements team (PMT). Our responsibility is to express an opinion on these financial statements based on our audit.

We have also audited the compliance with laws, regulations, guidelines and provisions which governs the Loan Agreement covering for the year ended December 31st 2024.

We have conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) has complied with the laws, regulations, guidelines and provisions governed by the Loan Agreement. An audit involves performance, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Opinion

(a) The Projects' Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach.

(b) Proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project.

(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines and provisions governed by the Loan agreement.

أحمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

AHMED.F.AL-SALMAN
PUBLIC ACCOUNTANTS, AUDITORS

Baghdad, Republic of Iraq
Date: January 21st 2026.

بغداد – حي بابل – محلة 929 - زقاق 15 – الدار 6
Mobile: + 964 7828 28 8888
E-Mail: ahmedf.alsalman@gmail.com

MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS - MABANY DIRECTORATE
EMERGENCY OPERATION FOR DEVELOPMENT PROJECT (P 155732) LOAN NO. (85200-IQ)
STATEMENT OF CASH RECEIPTS AND PAYMENTS
COVERING THE YEAR ENDED DECEMBER 31ST 2024
IN U.S. DOLLARS

	Notes	Allocated amounts for the life of the project	Actual receipts and payments since inception to 31 December 2023	Actual receipts and payments in year 2024	Accumulated receipts and payments balance as of 31 December 2024
		USD	USD	USD	USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO. 85200-IQ)	3-1	—	2.216.984	**3,643,134**	5,860,118
Total cash receipts		—	**2,216,984**	**3,643,134**	**5,860,118**
CASH PAYMENTS					
Cash Payments for Components		—	(1,641,558)	(3,744,537)	(5,386,095)
Total cash payments	3-2	—	**(1,641,558)**	**(3,744,537)**	**(5,386,095)**
Cash at Bank as at end of the period	4				**474,023**

PMT Manager
Haider Khalill Ibrahim Al-Shammary

Financial Management
Khaldoon Abbas Hasan

وزارة الاعمار والاسكان والبلديات العامة
دائرة المباني/الوحدة المالية
مشروع اعادة اعمار المستوصفات والمستشفيات
في المناطق المتضررة من الاعمال الارهابية والتحرير

The notes on pages from 1 to 5 are integral part of these financial statements

1 GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation 1-The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area.

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Electricity (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of electricity in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring.

The financial statements and the notes on pages 1 to 5 were authorized for issuance by Management Letter dated: January 21st 2026.

IN U.S. DOLLARS

2 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS FOR ACCORDANCE TO THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2024 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(4) (b) Goods, works, non-consulting services, consultant services, and Operating Costs for Parts 4(b)(i) of the Project	—	**5,860,118**	**(5,386,095)**	**474,023**

- With reference the international banks for reconstruction and development letter dated 20 june 2024, the allocated to the component has been reduced to USD (**0**).

IN U.S. DOLLARS

3 CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total CASH RECEIPTS from date of inception to 31 December 2024:

	Actual cash Receipts since inception to 31 December 2023 USD	Actual cash Receipts in year 2024 USD	Accumulated cash Receipts balance as of 31 December 2024 USD
Designated bank account	2,216,984	3,643,134	5,860,118
Direct payments	—	—	—
Total	**2,216,984**	**3,643,134**	**5,860,118**

3-2 The following table summarizes total Cash Disbursements from date of inception to 31 December 2022:

	Actual Disbursements since inception to 31 December 2023 USD	Actual Disbursements in year 2024 USD	Accumulated Disbursements balance as of 31 December 2024 USD
Goods and Equipment	17,393	—	17,393
Civil work	1,498,965	3,688,064	5,187,029
Consultant services	—	—	—
Operation costs	125,200	56,473	181,673
Non-Consultancy services	—	—	—
Total	**1,641,558**	**3,744,537**	**5,386,095**

3-3 The office equipment it was Equivalent with actual Inventory.

4- FUND BALANCE

	2024 USD	2023 USD
Fund balance per bank as at 31 December	474,013	575,426
Add:		
Bank fees	**10**	-
Tender fees	-	-
Less:		
Bank fees	-	-
Tender fees	-	-
Outstanding checks	-	-
Fund balance per books as at 31 December	**474,023**	**575,426**

5- REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO. 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development.

6- BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting.
The accounting policies have been applied consistently throughout the period.
The financial statements have been presented in U.S Dollar (USD) which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ).

6.1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks.

6.2 Receipts

Receipts comprise of cash in hand, deposits in demand at the bank, and cash equivalents received from International Bank for Reconstruction and Development (Loan Agreement- Loan No. 85200-IQ).

6.3 Disbursements

The disbursements of project's resources are restricted for (Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs, Training and Workshop) related to implementing, managing, and monitoring the project.

7- GOING CONCERN

The entity shall be terminated and seize to exist once the final budget from the International Bank for Reconstruction and Development is Expensed or the projects indicated in the Loan agreement are fulfilled and accomplished.

EMERGENCY OPERATION DEVELOPMENT PROJECT
(P 155732)
LOAN NO. (85200- IQ)

IMPLEMENTED BY
THE GOVERNMENT OF REPUBLIC OF IRAQ
MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS - MABANY DIRECTORATE
FUNDED BY
THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER
ON
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN
PUBLIC ACCOUNTANTS, AUDITORS
BAGHDAD – IRAQ

No: AFH/1/26
Date: 21/1/2026

Ministry of Construction, Housing, Municipalities and Public Works - Mabany Directorate

Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)

Funded by the International Bank for Reconstruction and Development

Baghdad – The Republic of Iraq

Dear Sirs,

Subject: Management Letter

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in our opinion, there was no observation for the component which affects the "Project" Managements' Team (PMT), as to record, process, summarize and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

While this report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F.Al-Salman
Public Accountant & Auditor
Baghdad – Iraq

EMERGENCY OPERATION FOR DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200-IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS

(DEPARTMENT OF PROJECTS FUNDED EXTERNALLY)

FUNDED BY

THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT

&

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F. AL-SALMAN

PUBLIC ACCOUNTANT & AUDITOR

BAGHDAD – IRAQ

Independent auditor's report

To the management Emergency Operation for Development Project
Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) / Ministry of Construction, Housing, Municipalities and Public Works / Department of Projects Funded Externally.
Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024. The preparation of the financial statement is the responsibility of project managements team (PMT). Our responsibility is to express an opinion on these financial statements based on our audit.
We have also audited the compliance with laws, regulations, guidelines and provisions which governs the Loan Agreement covering for the year ended December 31st 2024.
We have conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) has complied with the laws, regulations, guidelines and provisions governed by the Loan Agreement. An audit involves performance, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Opinion

(a) The Projects' Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach.
(b) Proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project.
(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines and provisions governed by the Loan agreement.

أحمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed .F. Al-Salman
Public Accountant & Auditor

Baghdad, Republic of Iraq
Date: January 21st 2026

MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS
EMERGENCY OPERATION FOR DEVELOPMENT PROJECT (P 155732) LOAN NO. (85200-IQ)
STATEMENT OF CASH RECEIPTS AND PAYMENTS
COVERING THE YEAR ENDED DECEMBER 31ST 2024
IN U.S. DOLLARS

	Notes	Allocated amounts for the life of the project	Actual receipts and payments since inception to 31 December 2023	Actual receipts and payments in year 2024	Accumulated receipts and payments balance as of 31 December 2024
		USD	USD	USD	USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO. 85200-IQ)	3-1		59,806,635	1,846,528	61,653,163
Total cash receipts		**62,000,000**	**59,806,635**	**1,846,528**	**61,653,163**
CASH PAYMENTS					
Cash Payments for Components			(59,641,534)	(1,872,699)	(61,514,233)
Total cash payments	3-2	**62,000,000**	**(59,641,534)**	**(1,872,699)**	**(61,514,233)**
Cash at Bank as at end of the period	4				**138,930**

PMT Manager
Ihsan Sattar Majhool

Financial Management
Halah Adnan Abdulameer

وزارة الاعمار والاسكان والبلديات والاشغال العامة
دائرة المشاريع الممولة خارجياً
Ministry of Construction, Housing
Municipalities & Public Works
Office Of Externally Funded Projects

The notes on pages from 1 to 5 are integral part of these financial statements

1 GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation 1-The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area.

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Electricity (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of electricity in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring.

The financial statements and the notes on pages 1 to 5 were authorized for issuance by Management Letter dated: January 21st 2026.

IN U.S. DOLLARS

2 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS FOR ACCORDANCE TO THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2024 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(2) Goods, works, non-consulting services, consultants' services, and Operating Costs, for Parts 2, 5(a), 5(d)(ii), and 6(b) of the Project	**62,000,000**	**61,653,163**	**(61,514,233)**	**138,930**

IN U.S. DOLLARS

3 CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total Cash Receipts from date of inception to 31 December 2024:

	Actual cash Receipts since inception to 31 December 2023	Actual cash Receipts in year 2024	Accumulated cash Receipts balance as of 31 December 2024
	USD	USD	USD
Designated bank account	43,188,698	-	43,188,698
Direct payments	16,617,937	1,846,528	18,464,465
Total	**59,806,635**	**1,846,528**	**61,653,163**

3-2 The following table summarizes total Cash Disbursements from date of inception to 31 December2024:

	Actual Disbursements since inception to 31 December 2023	Actual Disbursements in year 2024	Accumulated Disbursements balance as of 31 December 2024
	USD	USD	USD
Goods and Equipment	31,365,155	1,846,527	33,211,682
Civil work	26,225,366	-	26,225,366
Non-Consultancy services	85,904	-	85,904
Consultant services	1,101,288	-	1,101,288
Operation costs	863,821	26,172	889,993
Total	**59,641,534**	**1,872,699**	**61,514,233**

3-3 The office equipment it was Equivalent with actual Inventory.

4- FUND BALANCE

	2024 USD	2023 USD
Fund balance per bank as at 31 December	138,930	165,101
Add:		
Bank fees	-	-
Operating Advance	-	-
Less:		
Bank fees	-	-
Recovering an Operating advance	-	-
Outstanding checks	-	-
Fund balance per books as at 31 December	**138,930**	**165,101**

5- REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO. 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development.

6- BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting.
The accounting policies have been applied consistently throughout the period.
The financial statements have been presented in U.S Dollar (USD) which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ).

6.1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks.

6.2 Receipts

Receipts comprise of cash in hand, deposits in demand at the bank, and cash equivalents received from International Bank for Reconstruction and Development (Loan Agreement- Loan No. 85200-IQ).

6.3 Disbursements

The disbursements of project's resources are restricted for (Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs, Training and Workshop) related to implementing, managing, and monitoring the project.

7- GOING CONCERN

The entity shall be terminated and seize to exist once the final budget from the International Bank for Reconstruction and Development is Expensed or the projects indicated in the Loan agreement are fulfilled and accomplished.

EMERGENCY OPERATION DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200- IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS

(DEPARTMENT OF PROJECTS FUNDED EXTERNALLY)

FUNDED BY

THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER

ON

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F. AL-SALMAN.

PUBLIC ACCOUNTANT & AUDITOR

BAGHDAD – IRAQ

A.F. Al-Salman

Public Accountants, Auditors

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات

No: AFS/1/26

Date: 21/1/2026

Ministry of Construction, Housing, Municipalities and Public Works – Department of Project Funded Externally
Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)
Funded by the International Bank for Reconstruction and Development
Baghdad – The Republic of Iraq

Dear Sirs,

Subject: Management Letter

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in our opinion, there was no observation for the component which affects the "Project" Managements' Team (PMT), as to record, process, summarize and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

While this report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F. Al-Salman
Public Accountant & Auditor
Baghdad – Iraq

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EMERGENCY OPERATION FOR DEVELOPMENT PROJECT

(P 155732)

LOAN NO. (85200-IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

Ministry of Water Resources

FUNDED BY

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT

&

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST, 2024

AHMED.F.AL-SALMAN

PUBLIC ACCOUNTANTS, AUDITORS

BAGHDAD – IRAQ

A.F. Al-Salman
Public Accountants, Auditors

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات

Independent auditor's report
To the management of Emergency Operation for Development Project
Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) - Ministry of Water Resources

Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, the preparation of the financial statement is the responsibility of project managements team (PMT). Our responsibility is to express an opinion on these financial statements based on our audit.

We have also audited the compliance with laws, regulations, guidelines and provisions which governs the Loan Agreement covering for the year ended December 31st 2024.

We have conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) has complied with the laws, regulations, guidelines and provisions governed by the Loan Agreement. An audit involves performance, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Opinion

(a) The Projects' Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach.

(b) Proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project.

(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines and provisions governed by the Loan agreement.

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed .F. Al-Salman
Public Accountant & Auditor

Baghdad, Republic of Iraq
Date: January 21st 2026

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MINISTRY OF WATER RESOURCES
EMERGENCY OPERATION FOR DEVELOPMENT PROJECT (P 155732) LOAN NO. (85200-IQ)
STATEMENT OF CASH RECEIPTS AND PAYMENTS
COVERING THE YEAR ENDED DECEMBER 31ST 2024
IN U.S. DOLLARS

	Notes	Allocated amounts for the life of the project	Actual receipts and payments since inception to 31 December 2023	Actual receipts and payments in year 2024	Accumulated receipts and payments balance as of 31 December 2024
		USD	USD	USD	USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO. 85200-IQ)	3-1		7,985,803	(86,365)	7,899,438
Total cash receipts		**9,936,566**	**7,985,803**	**(86,365)**	**7,899,438**
CASH PAYMENTS					
Cash Payments for Components			(7,862,910)	85,419	(7,777,491)
Total cash payments	3-2	**9,936,566**	**(7,862,910)**	**85,419**	**(7,777,491)**
Cash at Bank as at end of the period	4				**121,947**

PMT Manager
Raed Abd Zaied Al-Geshemi

Financial Management
Omar Safwat Hasan

The notes on pages from 1 to 5 are integral part of these financial statements

وزارة الموارد المائية
القرض الطارئ
حسابات البنك الدولي

1 GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation 1-The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area.

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Electricity (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of electricity in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring.

The financial statements and the notes on pages 1 to 5 were authorized for issuance by Management Letter dated: January 21st 2026

IN U.S. DOLLARS

2 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS FOR ACCORDANCE TO THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2024 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(9) Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs and Training and Workshops for Part 7 of the Project.	**9,936,566**	**7,899,438**	**(7,777,491)**	**121,947**

- With reference the international bank's for reconstruction and development letter dated 20 June 2024, the allocated to the component has been reduced to USD (**9,936,566**).

IN U.S. DOLLARS

3 CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total CASH RECEIPTS from date of inception to 31 December 2024:

	Actual cash Receipts since inception to 31 December 2023 USD	Actual cash Receipts in year 2024 USD	Accumulated cash Receipts balance as of 31 December 2024 USD
Designated bank account	6,719,492	—	6,719,492
Direct payments	1,266,311	(86,365)	1,179,946
Total	**7,985,803**	**(86,365)**	**7,899,438**

3-2 The following table summarizes total Cash Disbursements from date of inception to 31 December 2024:

	Actual Disbursements since inception to 31 December 2023 USD	Actual Disbursements in year 2024 USD	Accumulated Disbursements balance as of 31 December 2024 USD
Goods and Equipment	—	—	—
Civil work	7,243,211	(86,592)	7,156,619
Consultant services	508,221	—	508,221
Operation costs	111,478	1,173	112,651
Non-Consultancy services	—	—	—
Total	**7,862,910**	**(85,419)**	**7,777,491**

4- Fund Balance

	2024 USD	2023 USD
Fund balance per bank as at 31 December	121,947	122,893
Add:		
Bank fees	-	-
Advance	-	-
Less:		
Bank fees	-	-
Tender fees	-	-
Outstanding checks	-	-
Fund balance per books as at 31 December	**121,947**	**122,893**

5 REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO. 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development.

6 BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting.
The accounting policies have been applied consistently throughout the period.
The financial statements have been presented in U.S Dollar (USD) which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ).

6-1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks.

6.2Receipts

Receipts comprise of cash in hand, deposits in demand at the bank, and cash equivalents received from International Bank for Reconstruction and Development (Loan Agreement- Loan No. 85200-IQ).

6.3 Disbursements

The disbursements of project's resources are restricted for (Goods ,Works , Non-Consulting Services, Consulting Services , Operating Costs, Training And Workshop) related to implementing, managing, and monitoring the project.

7 GOING CONCERN

The entity shall be terminate and seize to exist once the final budget from the International Bank for Reconstruction and Development is Expensed or the projects indicated in the Loan agreement are fulfilled and accomplished.

EMERGENCY OPERATION DEVELOPMENT PROJECT
(P 155732)
LOAN NO. (85200- IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

Ministry of Water Resources

FUNDED BY

THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER
ON
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED.F.AL-SALMAN

PUBLIC ACCOUNTANTS, AUDITORS

BAGHDAD – IRAQ

No: AFS/1/26

Date :21/1/2026

Ministry of Water Resources

Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)

Funded by the International Bank for Reconstruction and Development

Baghdad – The Republic of Iraq

Dear Sirs,

Subject: Management Letter

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in our opinion, there was no observation for the component which affects the "Project" Managements' Team (PMT), as to record, process, summarize and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

While this report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

أحمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed.F.Al-Salman
Public Accountant & Auditor
Baghdad – Iraq

EMERGENCY OPERATION FOR DEVELOPMENT *PROJECT*

(P 155732)

LOAN NO, (85200-IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS

ROAD AND BRIDGES DIRECTORATE

FUNDED BY

THE INTERNATIONAL BANK FOR

RECONSTRUCTION AND DEVELOPMENT

INDEPENDENT AUDITORS' REPORT

&

FINANCIAL STATEMENTS

THE YEAR ENDED DECEMBER 31ST 2024

AHMED. F. AL-SALMAN

PUBLIC ACCOUNTANT & AUDITOR

BAGHDAD – IRAQ

Independent auditor's report
To the management of Emergency Operation for Development Project
Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) / Ministry of Construction, Housing, Municipalities and Public Works - Road and Bridges Directorate
Reconstruction Fund for Areas Affected by Terroristic Operations
Baghdad - Republic of Iraq

Report on the financial statement

We have audited the accompanying statement of Cash Receipts and Payments of the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) covering the year ended December 31st 2024, the preparation of the financial statement is the responsibility of project managements team (PMT), Our responsibility is to express an opinion on these financial statements based on our audit,

We have also audited the compliance with laws, regulations, guidelines and provisions which governs the Loan Agreement covering for the year ended December 31st 2024,

We have conducted our audit in accordance with International Standards on Auditing, Those Standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement, and whether The Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) has complied with the laws, regulations, guidelines and provisions governed by the Loan Agreement, An audit involves performance, on a test basis, evidence supporting the amounts and disclosures in the financial statements, An audit also includes assessing the accounting principles used, as well as evaluating the overall financial statement presentation, We believe that our audits provide a reasonable basis for our opinion,

Opinion

(a) The Projects' Financial Statement (PFS) presents fairly, in all material respects, the cash receipts and payments of The Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ) covering the year ended December 31st2024, in accordance with the International Public Sector Accounting Standards (IPSAS), under the cash basis accounting approach,

(b) Proper level of internal control over financial reporting had been practiced by PMT during the preparation of replenishments, direct payments, payments through special commitments, and reimbursements for the project,

(c) The project is in all material respects, has been in compliance with the laws, regulations, guidelines and provisions governed by the Loan agreement,

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

Ahmed .F. Al-Salman
Public Accountant & Auditor
Baghdad, Republic of Iraq
Date: January 21st 2026

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MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS - ROAD AND BRIDGES DIRECTORATE
EMERGENCY OPERATION FOR DEVELOPMENT PROJECT (P 155732) LOAN NO, (85200-IQ)
STATEMENT OF CASH RECEIPTS AND PAYMENTS
COVERING THE YEAR ENDED DECEMBER 31ST 2024
IN U,S, DOLLARS

	Notes	Allocated amounts for the life of the project	Actual receipts and payments since inception to 31 December 2023	Actual receipts and payments in year 2024	Accumulated receipts and payments balance as of 31 December 2024
		USD	USD	USD	USD
CASH RECEIPTS					
Receipts from IBRD (LOAN NO, 85200-IQ)	3-1		135,610,229	89,771	135,700,000
Total cash receipts		**145,772,681**	**135,610,229**	**89,771**	**135,700,000**
CASH PAYMENTS					
Cash Payments for Components			(135,560,941)	(75,142)	(135,636,083)
Total cash payments	3-2	**145,772,681**	**(135,560,941)**	**(75,142)**	**(135,636,083)**
Cash at Bank as at end of the period	4				**63,917**

~~PMT Manager~~	PMT Manager
Adwaa Qasim Mohammed	~~Financial Management~~
Financial Managment	Hussien Jasim Kadhem
	27-01-2026

The notes on pages from 1 to 5 are integral part of these financial statements

1 GENERAL

The Emergency Operation for Development Project (EODP) is a US$ 350 million operation The Government of Iraq (GoI) has received financing in the amount of US$ 350 million from the World Bank (WB), to support GOI in meeting the dual challenge of reconstruction and restoring services to liberated municipal areas while laying the foundations for longer – terms development The overall aim of Emergency Operation for Development (EODP) for Iraq is designed to complement the government's stabilization efforts with the immediate implementation of reconstruction and rehabilitation of priority infrastructure subprojects to restore the delivery of public services in the project area,

2-This amount will be used to finance components 1, 2, 3, 4, 5, 6 that will be carried out by the Road and Bridges Directorate (RBD) of Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW), Ministry of Health (MoH) and Ministry of Electricity (MoE) and Reconstruction Fund (RF) in addition to Ministry of Water Resource and Mabany Directorate - Ministry of Construction, Housing, Municipalities and Public Works (MoCHMPW) These financing agreements cover all works contracts to restore and repairing Road and Bridge, Water supply and sanitation, mobile hospitals and clinics, ambulances, restoration of electricity in 7 liberated area at Salah Ad-Din and Diyala further more cover supervision contracts and some of consultant contracts, projects implementation and monitoring,

The financial statements and the notes on pages 1 to 5 were authorized for issuance by Management Letter dated: January 21st 2026

2 CATEGORIES OF ALLOCATED SPENDING AND ACTUAL PAYMENTS FOR ACCORDANCE TO THE LOAN CONTRACT

Category Description	Amount allocated of the Component from the loan (USD)	Actual receipts since inception to 31 December 2024 (USD)	Actual payments since inception to 31 December 2024 (USD)	Cash at Bank as of 31-12-2024 (USD)
(3) Goods, works, non-consulting services, consultants' services, and Operating Costs, for Parts 3, 5(b), 5(c), and 6(c) of the Project	145,772,681	135,700,000	(135,636,083)	63,917

-With reference the international banks for reconstruction and development letter dated 20 June 2024, the allocated to the component has been raised to USD (145,772,681).

3 CASH RECEIPTS& DISBURSEMENTS FOR COMPONENTS

3-1 The following table summarizes total CASH RECEIPTS from date of inception to 31 December 2024:

	Actual cash Receipts since inception to 31 December 2023	Actual cash Receipts in year 2024	Accumulated cash Receipts balance as of 31 December 2024
	USD	USD	USD
Designated bank account	92,708,850	89,771	92,798,621
Direct payments	42,901,379	—	42,901,379
Total	**135,610,229**	**89,771**	**135,700,000**

3-2 The following table summarizes total CASH DISBURSEMENTS from date of inception To 31 December 2024:

	Actual Disbursements since inception to 31 December 2023	Actual Disbursements in year 2023	Accumulated Disbursements balance as of 31 December 2024
	USD	USD	USD
Goods and Equipment	10,685,426	—	10,685,426
Civil work	121,685,145	—	121,703,145
Consultant services	1,895,463	18,000	1,913,463
Operation costs	1,276,907	57,142	1,334,049
Non-Consultancy services	—	—	—
Total	**135,560,941**	**75,142**	**135,636,083**

3-3 The office equipment it was Equivalent with actual Inventory.

4- Fund Balance

	2024 USD	2023 USD
Fund balance per bank as at 31 December	63,917	49,288
Add:		
Bank fees	–	–
Tender fees	–	–
Operating Advance	–	–
Less:		
Bank fees	–	–
Tender fees	–	–
Outstanding checks	–	–
Fund balance per books as at 31 December	**63,917**	**49,288**

5. REPORTING ENTITY

The financial statements for the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ), encompasses the reporting entity as specified in the Loan Agreement NO, 85200- IQ dated 12 July 2015 between the Republic of Iraq / Reconstruction Fund for Areas Affected by Terroristic Operations and the International Bank for Reconstruction and Development,

6. BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting,
The accounting policies have been applied consistently throughout the period,
The financial statements have been presented in US Dollar (USD) which is the functional currency of the Emergency Operation for Development Project (P 155732) Loan No, (85200-IQ),

6.1 Cash

Cash comprises cash in hand, deposits in demand at the bank, and cash equivalents, as deposits in demand and cash equivalents are considered as balances at banks,

6.2 Receipts

Receipts comprise of cash in hand, deposits in demand at the bank, and cash equivalents received from International Bank for Reconstruction and Development (Loan Agreement- Loan No, 85200-IQ),

6.3 Disbursements

The disbursements of project's resources are restricted for (Goods, Works, Non-Consulting Services, Consulting Services, Operating Costs, Training and Workshop) related to implementing, managing, and monitoring the project,

7. GOING CONCERN

The entity shall be terminated and seize to exist once the final budget from the International Bank for Reconstruction and Development is Expensed or the projects indicated in the Loan agreement are fulfilled and accomplished,

EMERGENCY OPERATION DEVELOPMENT PROJECT
(P 155732)
LOAN NO. (85200- IQ)

IMPLEMENTED BY

THE GOVERNMENT OF REPUBLIC OF IRAQ

MINISTRY OF CONSTRUCTION, HOUSING, MUNICIPALITIES AND PUBLIC WORKS

ROAD AND BRIDGES DIRECTORATE

Funded by

THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

MANAGEMENT LETTER
ON
FINANCIAL STATEMENTS
THE YEAR ENDED DECEMBER 31ST 2024

AHMED. F.AL-SALMAN

PUBLIC ACCOUNTANT & AUDITOR

BAGHDAD – IRAQ

A.F. Al-Salman
Public Accountants, Auditors

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات

No: AFS/1/26

Date: 21/1/2026

Ministry of Construction, Housing, Municipalities and Public Works - Road and Bridges Directorate

Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ)

Funded by the International Bank for Reconstruction and Development

Baghdad – The Republic of Iraq

Dear Sirs,

Subject: Management Letter

While performing our audit for the statement of Cash Receipts and Payments of Emergency Operation for Development Project (P 155732) Loan No. (85200-IQ) covering the year ended December 31st 2024, in our opinion, there was no observation for the component which affects the "Project" Managements' Team (PMT), as to record, process, summarize and report financial data consistent with the assertions of management in the Statement of Cash Receipts and Payments.

While this report is intended solely for the use of management and others within The Reconstruction Fund for areas affected by terrorist operations and the International Bank for Reconstruction and Development. It should not be used for any other purposes.

Finally, we would like to take this opportunity to express our gratitude and appreciation for your kind cooperation during the performance of our audit.

Yours Faithfully

احمد فرقد حسن السلمان
محاسب قانوني ومراقب حسابات
رقم الاجازة ٧٨٨

AHMED.F.AL-SALMAN
Public Accountant & Auditor
Baghdad – Iraq

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