



ARUP BANERJI
Regional Country Director
Europe and Central Asia Region

Date: November 7, 2023

H.E. Sergii Marchenko
Minister of Finance
Ministry of Finance of Ukraine
12/2 Hrushevskoho
Kyiv 01008
Ukraine

**Re: IBRD Loan 9605-UA (Ukraine Agriculture Recovery Inclusive
Support Emergency (ARISE) Project)
Additional Instructions: Disbursement and Financial Information Letter**

Excellency:

I refer to the Loan Agreement between Ukraine (the “Borrower”) and the International Bank for Reconstruction and Development (the “Bank”) for financing the above-referenced Project. The General Conditions, as defined in the Loan Agreement, provide that the Borrower may from time-to-time request withdrawals of Loan Amounts from the Loan Account in accordance with the Disbursement and Financial Information Letter (“DFIL”), and such additional instructions as the Bank may specify from time to time by notice to the Borrower. The General Conditions also provide that the Disbursement and Financial Information Letter may set out Project specific financial management and reporting requirements. This letter constitutes such Disbursement and Financial Information Letter and may be revised from time to time.

I. Disbursement Arrangements, Withdrawal of Loan Funds, and Reporting of Uses of Loan Funds

(i) Disbursement Arrangements

The *Disbursement Guidelines for Investment Project Financing*, dated February 2017 (“Disbursement Guidelines”), are available on the Bank’s secure website “Client Connection” at <https://clientconnection.worldbank.org> and its public website at <https://www.worldbank.org>. The Disbursement Guidelines are an integral part of the DFIL, and the manner in which the provisions in the Disbursement Guidelines apply to the Loan is specified below.

The table in Schedule 1 sets out the disbursement methods which may be used by the Borrower information on registration of authorized signatories, processing of Withdrawal Applications (including the minimum value of applications and processing of advances), instructions on supporting documentation, and frequency of reporting on the Designated Account(s)¹.

(ii) Withdrawal Applications (Electronic Delivery) ¹

The Borrower shall submit applications for withdrawal or for special commitment (“Applications”) with supporting documents electronically through the Bank’s web-based portal “Client Connection” at <https://clientconnection.worldbank.org>. This option will be effected after the officials designated in writing by the Borrower, who are authorized to sign and deliver Applications, have registered as users of “Client Connection.” The designated officials shall deliver Applications electronically by completing Form 2380,

¹ Section 10.01 (c) of the General Conditions

which is accessible through “Client Connection.” By signing the Authorized Signatory Letter, which can be delivered manually or electronically, the Borrower confirms that it is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Bank by these means. The Borrower may exercise the option of preparing and delivering Applications in paper form on exceptional cases (including those where the Borrower encounters legal limitations) and which were previously agreed with the Bank. By designating officials to use SIDC and deliver the Applications electronically, the Borrower confirms through the Authorized Signatory Letter its agreement to (a) abide by the Terms and Conditions of Use of Secure Identification Credentials in connection with the Use of Electronic Means to Process Applications and Supporting Documentation, available in the Bank's public website at <https://www.worldbank.org> and “Client Connection” at <https://clientconnection.worldbank.org>; and (b) to cause such officials to abide by those terms and conditions.

II. Financial Reports and Audits ²

- ***Financial Reports.***

The Borrower shall, through BDF, prepare and furnish to the Bank not later than forty-five (45) days after the end of each calendar quarter interim unaudited financial reports (“IFRs”) for the Project covering the quarter.

- ***Audits.***

Each audit of the Financial Statements shall cover the period of one (1) fiscal year of the Borrower, commencing with the fiscal year in which the first withdrawal was made. The audited Financial Statements for each such period shall be furnished to the Bank by the Borrower, through BDF, not later than six (6) months after the end of such period.

III. Other Information

For additional information on disbursement arrangements, please refer to the Loan Handbook available on the Bank's public website at <https://www.worldbank.org> and “Client Connection” at <https://clientconnection.worldbank.org>, the Bank recommends that you register as a user of “Client Connection.” From this website, you will be able to prepare and deliver Authorized Signatory Letters and Withdrawal Applications, monitor the near real-time status of the Loan and retrieve related policy, financial,

² Section 5.09 of the General Conditions



and procurement information. For more information about the website and registration arrangements, or if you have any queries in relation to the above, please contact the Bank by email at askloans@worldbank.org using the above reference.

Yours sincerely,

Gevorg Sargsyan
Country Manager
Ukraine

Attachments

1. Form of Authorized Signatory Letter
2. Form of Summary of Expenditure (SOE)
3. Form of Designated Account Activity Statement

With copies: Olga Zykova, Deputy Minister
Ministry of Finance of Ukraine
11 Mezhygirska str.,
Kyiv, Ukraine
infomf@minfin.gov.ua

Schedule 1 : Disbursement Provisions

Basic Information				
IBRD Loan No.	IBRD 9605- UA	Country Borrower	UKRAINE Ministry of Finance	Closing Date
		Name of the Project	Ukraine Agriculture Recovery Inclusive Support Emergency (ARISE) Project	Disbursement Deadline Date Section 3.7 **
		Disbursement Methods and Supporting Documentation		
Disbursement Methods Section 2 (**)	Methods	Supporting Documentation Subsections 4.3 and 4.4 (**)		
Direct Payment	No	Not applicable		
Reimbursement	Yes	Summary of Expenditure, in the format provided in Attachment 2 of the DFIL		
Advance (into a Designated Account)	Yes	Summary of Expenditure, in the format provided in Attachment 2 of the DFIL		
Special Commitments	No	Designated Account Activity Statement, in the format provided in Attachment 3 of the DFIL		
		Designated Account (Sections 5 and 6 **)		
Type	Segregated	Ceiling	Variable	
Financial Institution - Name	National Bank of Ukraine State Treasury account	Currency	USD	
Frequency of Reporting Subsection 6.3 (**)	Monthly	Amount	Up to 100 percent of the undisbursed balance of the loan by the end of March 2024.	
Minimum Value of Applications (subsection 3.5)				
The minimum value of applications for Direct Payment, Reimbursement and Special Commitment Issuance is twenty (20) percent of the outstanding Designated Account advance.				
Authorized Signatures (Subsection 3.1 and 3.2 **) The form for Authorized Signatories Letter is provided in Attachment 1 of this letter				
Withdrawal and Documentation Applications (Subsection 3.3 and 3.4 **)				
The form for Authorized Signatory Letter is provided in Attachment 1 of this letter.				
The ASL and all Withdrawal Applications with their supporting documentation will be submitted electronically via the Bank's "Client Connection" system.				
Other				
Retroactive and eligible expenditures until March 2024 shall be paid through Reimbursement method.				

** Sections and subsections relate to the "Disbursement Guidelines for Investment Project Financing", dated February 2017.

Form of Authorized Signatory Letter

[Letterhead]
Ministry of Finance
[Street address]

[DATE]

The World Bank
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Attention: [Country Director]

Dear [Country Director]:

Re: IBRD Loan [Loan No.] - [Country Code] - (Ukraine Agriculture Recovery Inclusive Support Emergency (ARISE) Project

I refer to the Loan Agreement (Agreement”) between the International Bank for Reconstruction and Development (“Bank”) and [Borrower Name] (“Borrower”), providing the above Loan. For the purposes of Section 2.02 of the General Conditions as defined in the Agreement, any 3 [one/two/three] of the persons whose authenticated specimen signatures appear below is/are authorized on behalf of the Borrower to sign and submit an application to request a withdrawal from the Loan Account (“Applications”).

For the purpose of delivering the Applications to the Bank, 4 [one/two/three] of the persons whose authenticated specimen signatures appear below is/are authorized on behalf of the Borrower, acting [individually / jointly⁵] to deliver the Applications, and evidence in support thereof on the terms and conditions specified by the Bank.

This Authorization also confirms that the Borrower is authorizing such persons to accept Secure Identification Credentials (SIDC) and to deliver the Applications and supporting documents to the Bank, including by electronic means. The Bank shall rely upon such representations and warranties, including the representations and warranties contained in the *Terms and Conditions of Use of Secure Identification Credentials in connection with Use of Electronic Means to Process Applications and Supporting Documentation* (“Terms and Conditions of Use of SIDC”), the Borrower represents and warrants to the Bank that it will cause such persons to abide by those terms and conditions.

This Authorization replaces and supersedes any Authorization currently in the Bank records with respect to the Agreement(s) referred to in the subject line of this Authorization.

Signatory Details

³ Instruction to the Borrower: Stipulate if more than one person needs to sign Applications, and how many or which positions, and if any thresholds apply. *Please delete this footnote in the final letter that is sent to the Bank.*

⁴ Instruction to the Borrower: Stipulate if more than one person needs to *jointly* sign Applications, if so, please indicate the actual number. *Please delete this footnote in the final letter that is sent to the Bank.*

⁵ Instruction to the Borrower: Use this bracket only if several individuals must jointly sign each Application; if this is not applicable, please delete it. *Please delete this footnote in the final letter that is sent to the Bank.*

Name	Position	Email ID
[Signatory Name]	[Title]	[Email]

Specimen Signatures

Signatory Name	Signature 1	Signature 2	Signature 3
[User Name]			
[User Name]			

Yours truly,

/ signed /

[Position]

Summary of Eligible Expenditure under Parts

Payments made during the period from _____ to _____

Loan No.:

Application No.:

Category No.:

SOE No.:

Exchange rate:

DESCRIPTION	ACTUAL (Billion UAH)			TOTAL (in USD) *
	Month 1	Month 2	Month 3	
			Total	
TOTAL				

*

Supporting documents for this SOE retained at (location)

Attachment 3 – Form of Designated Account Activity Statement

Designated Account Activity Statement

For the Reporting Period: IFR for the month M, 20YY

Project Name:

IDA/IBRD.TF-XXXXX

PART I	
1. Cumulative advances to end of current reporting period	
2. Cumulative expenditures to end of last reporting period	
3. Outstanding Advance to be accounted (line 1 minus line 2)	
PART II	
4. Opening DA balance at beginning of reporting period (as of 01/MM/20YY)	
5. Add/subtract: Cumulative adjustments (if any)	
6. Advances from World Bank during reporting period	
7. Add lines 5 and 6	
8. Outstanding advances to be accounted for (add line 4 and line 7)	
9. Closing DA balance at end of current reporting period (as of 30/MM/20YY)	
10. Add/subtract: Cumulative adjustments (if any)	
11. Expenditures for current reporting period	
12. Add line 10 and line 11	
13. Add line 9 and line 12	
14. Difference (if any) (line 8 minus line 13)	
PART III	
15. Total forecasted amount to be paid by World Bank	
16. Less: Closing DA balance after adjustments	
17. Payments to paid by DP and SC	
18. Add lines 16 and 17	
19. Cash requirement from World Bank for next reporting periods (line 15 minus line 18)	