

**Joint Stock Company “The State Export-Import Bank of Ukraine”
Additional Financing for the Second Export Development Project**

Summary Special-Purpose Project Financial Statements

*As at 28 February 2015 and for the fourteen-month period then ended and
cumulative from the Loan Agreement effectiveness
Together with Independent Auditors’ Report*



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Independent Auditors' Report

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Independent Auditors' Report on the summary special-purpose project financial statements

To the Board of Directors of Joint Stock Company "The State Export-Import Bank of Ukraine"

The accompanying summary special-purpose project financial statements of the Additional Financing for the Second Export Development Project ("AF for EDP2") administered by Joint Stock Company "The State Export-Import Bank of Ukraine" (the "Borrower", "Ukreximbank" or the "Bank"), financed under the International Bank for Reconstruction and Development (the "IBRD") Loan Agreement №8089-UA (the "Loan Agreement"), which comprise the summary of funds received, the summary of expenditures, the statement of designated account and the summary of statement of expenditures (SOEs) for the fourteen-month period ended 28 February 2015 and cumulative period from the Loan Agreement effectiveness to 28 February 2015, and a summary of significant accounting policies and other explanatory information (the "summary special-purpose project financial statements"), are derived from the audited special-purpose project financial statements of AF for EDP2 for the fourteen-month period ended 28 February 2015 and cumulative period from the Loan Agreement effectiveness to 28 February 2015. We expressed an unmodified audit opinion on those special-purpose project financial statements in our auditors' report dated 9 June 2015. Those special-purpose project financial statements, and the summary special-purpose project financial statements, do not reflect the effects of events that occurred subsequent to the date of our auditors' report on those special-purpose project financial statements.

The summary special-purpose project financial statements do not contain all the disclosures required by the financial reporting provisions of the "Guidelines: Annual Financial Reporting and Auditing for World Bank-Financed Activities" issued by the World Bank and dated 30 June 2003. Reading the summary special-purpose project financial statements, therefore, is not a substitute for reading the audited special-purpose project financial statements of AF for EDP2.

Management's responsibility for the summary special-purpose project financial statements

Management is responsible for the preparation of a summary of the special-purpose project financial statements on the basis described in Note 2 to these summary special-purpose project financial statements.

Auditors' responsibility

Our responsibility is to express an opinion on the summary special-purpose project financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summary special-purpose project financial statements derived from the audited special-purpose project financial statements of AF for EDP2 for the fourteen-month period ended 28 February 2015 and cumulative period from the Loan Agreement effectiveness to 28 February 2015 are consistent, in all material respects, with those special-purpose project financial statements, on the basis described in Note 2.

Basis of accounting and restriction on use

Without modifying our opinion, our auditors' report on AF for EDP2 audited special-purpose project financial statements for 9 June 2015 draws attention to Note 2 to the audited special-purpose project financial statements, which describes the basis of accounting used in those special-purpose project financial statements. Those special-purpose project financial statements were prepared to assist the Bank to comply with the financial reporting provisions of the guidelines referred to above. As a result, the special-purpose project financial statements may not be suitable for another purpose.

Accordingly, without modifying our opinion on the summary special-purpose project financial statements, we draw attention to Note 2 of the summary special-purpose project financial statements, which reproduces Note 2 to the audited special-purpose project financial statements and describes the basis of accounting used in the audited special-purpose project financial statements. As a result, the summary special-purpose project financial statements may not be suitable for another purpose.

Our auditors' report on the special-purpose project financial statements for 9 June 2015 is intended solely for the Bank and IBRD and should not be used by parties other than the Bank or the IBRD. Accordingly, our auditors' report on these summary special-purpose project financial statements is also intended solely for use of those same parties and should not be used by parties other than these specified parties.

Ernst & Young Audit Services LLC

17 June 2015

Joint Stock Company "The State Export-Import Bank of Ukraine"
 Additional Financing for the Second Export Development Project
 Summary Special-Purpose Project Financial Statements

Summary of Funds Received

**For the fourteen-month period ended 28 February 2015 and
 cumulative from the Loan Agreement effectiveness
 (in US dollars)**

	For the fourteen-month period ended 28 February 2015	For the period from the Loan Agreement effectiveness to 28 February 2015
Financing received		
IBRD financing:		
Designated Account payments	105,695,845	149,625,000
Front-end fee (Note 3)	—	375,000
Total IBRD financing	105,695,845	150,000,000

Signed and authorized for release on behalf of the Board

Chairman of the Board

Oleksandr Hrytsenko

Summary of Expenditures

For the fourteen-month period ended 28 February 2015 and
cumulative from the Loan Agreement effectiveness
(in US dollars)

	For the fourteen-month period ended 28 February 2015	For the period from the Loan Agreement effectiveness to 28 February 2015
Category 1		
Sub-loans to:		
JSC "Ukreximbank"	70,695,845	104,625,000
Sub-loan 1	—	2,987,921
Sub-loan 2	—	499,000
Sub-loan 3	—	300,000
Sub-loan 4	—	2,476,508
Sub-loan 5	—	1,340,000
Sub-loan 6	—	93,340
Sub-loan 7	—	9,994,107
Sub-loan 8	2,800,000	10,000,000
Sub-loan 9	—	1,475,110
Sub-loan 10	58,258	417,082
Sub-loan 11	—	1,590,000
Sub-loan 12	—	635,000
Sub-loan 13	5,020,655	10,000,000
Sub-loan 14	10,000,000	10,000,000
Sub-loan 15	9,909,728	9,909,728
Sub-loan 16	2,207,179	2,207,179
Sub-loan 17	418,000	418,000
Sub-loan 18	2,000,000	2,000,000
Sub-loan 19	2,000,000	2,000,000
Sub-loan 20	4,995,000	4,995,000
Sub-loan 21	10,000,000	10,000,000
Sub-loan 22	2,400,000	2,400,000
Sub-loan 23	6,591,945	6,591,945
Sub-loan 24	2,600,000	2,600,000
Sub-loan 25	6,063,125	6,063,125
Sub-loan 26	3,631,955	3,631,955
Participating Bank 1	10,000,000	20,000,000
Sub-loan 27	—	10,000,000
Sub-loan 28	10,000,000	10,000,000
Participating Bank 2	25,000,000	25,000,000
Sub-loan 29	3,900,000	3,900,000
Sub-loan 30	4,200,000	4,200,000
Sub-loan 31	6,900,000	6,900,000
Sub-loan 32	10,000,000	10,000,000
Total sub-loans	105,695,845	149,625,000
Category 2		
Front- end Fee (Note 3)	—	375,000
Total Expenditures	105,695,845	150,000,000

Statement of Designated Account
For the fourteen-month period ended 28 February 2015
(in US dollars)

Account name	Ukreximbank World Bank account	
Related loan	8089-UA	
Currency	US dollars	
Balance as at 1 January 2014 – principal		—
Balance as at 1 January 2014 – interest		—
Add:		
Advance payment	105,695,845	
IBRD replenishments	—	
Total interest earnings in 2014	—	
		105,695,845
Deduct:		
Sub-loans disbursed	(105,695,845)	
Total interest accumulated	—	
Bank commissions	—	
		(105,695,845)
Balance as at 28 February 2015 – principal		—
Balance as at 28 February 2015 – interest		—

Summary of Statement of Expenditures

For the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness
(in US dollars)

Application No.	Date of application	Category 1	Category 2	Designated Account	Description
AF:EDP2-EXIM01	31 January 2012	—	375,000	—	Front-end Fee
AF:EDP2-EXIM02	13 July 2012	—	—	10,000,000	Advance to Designated Account
AF:EDP2-EXIM03	22 October 2012	2,987,921	—	7,987,921	Advance to and documentation of Designated Account
AF:EDP2-EXIM04	4 December 2012	468,365	—	468,365	Advance to and documentation of Designated Account
AF:EDP2-EXIM05	18 December 2012	330,635	—	330,635	Advance to and documentation of Designated Account
AF:EDP2-EXIM06	1 February 2013	1,191,670	—	1,191,670	Advance to and documentation of Designated Account
AF:EDP2-EXIM07	8 April 2013	1,343,340	—	1,343,340	Advance to and documentation of Designated Account
AF:EDP2-EXIM08	1 July 2013	5,771,055	—	5,771,055	Advance to and documentation of Designated Account
AF:EDP2-EXIM09	8 July 2013	2,009,745	—	2,009,745	Advance to and documentation of Designated Account
AF:EDP2-EXIM10	16 July 2013	7,200,000	—	7,200,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM11	25 July 2013	749,491	—	749,491	Advance to and documentation of Designated Account
AF:EDP2-EXIM12	12 August 2013	1,677,511	—	1,677,511	Advance to and documentation of Designated Account
AF:EDP2-EXIM13	2 September 2013	644,851	—	644,851	Advance to and documentation of Designated Account
AF:EDP2-EXIM14	30 September 2013	1,796,296	—	1,796,296	Advance to and documentation of Designated Account
AF:EDP2-EXIM15	21 October 2013	335,787	—	335,787	Advance to and documentation of Designated Account
AF:EDP2-EXIM16	29 October 2013	923,909	—	923,909	Advance to and documentation of Designated Account
AF:EDP2-EXIM17	11 November 2013	1,358,846	—	1,358,846	Advance to and documentation of Designated Account
AF:EDP2-EXIM18	2 December 2013	139,733	—	139,733	Advance to and documentation of Designated Account
AF:EDP2-EXIM19	24 December 2013	10,000,000	—	10,000,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM20	30 December 2013	5,020,655	—	5,020,655	Advance to and documentation of Designated Account
AF:EDP2-EXIM21	11 January 2014	1,114,258	—	—	Documentation of prior advance to Designated Account
AF:EDP2-EXIM22	28 March 2014	11,764,341	—	12,878,599	Advance to and documentation of Designated Account
AF:EDP2-EXIM23	26 May 2014	1,682,789	—	1,682,789	Advance to and documentation of Designated Account
AF:EDP2-EXIM24	2 June 2014	541,874	—	541,874	Advance to and documentation of Designated Account
AF:EDP2-EXIM25	10 June 2014	797,819	—	797,819	Advance to and documentation of Designated Account
AF:EDP2-EXIM26	17 June 2014	1,561,182	—	1,561,182	Advance to and documentation of Designated Account
AF:EDP2-EXIM27	23 June 2014	7,194,084	—	7,194,084	Advance to and documentation of Designated Account
AF:EDP2-EXIM28	2 July 2014	952,812	—	952,812	Advance to and documentation of Designated Account
AF:EDP2-EXIM29	1 September 2014	5,098,428	—	5,098,428	Advance to and documentation of Designated Account
AF:EDP2-EXIM30	16 September 2014	680,579	—	680,579	Advance to and documentation of Designated Account
AF:EDP2-EXIM31	23 September 2014	1,905,000	—	1,905,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM32	29 September 2014	4,995,000	—	4,995,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM33	13 October 2014	15,000,000	—	15,000,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM34	4 November 2014	6,100,000	—	6,100,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM35	17 November 2014	8,900,000	—	8,900,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM36	1 December 2014	2,400,000	—	2,400,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM37	9 December 2014	1,100,000	—	1,100,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM38	16 December 2014	10,000,000	—	10,000,000	Advance to and documentation of Designated Account
AF:EDP2-EXIM39	19 December 2014	6,591,944	—	3,887,024	Advance to and documentation of Designated Account
AF:EDP2-EXIM40	31 December 2014	3,631,955	—	—	Documentation of prior advance to Designated Account
AF:EDP2-EXIM41	5 January 2015	7,550,405	—	—	Documentation of prior advance to Designated Account
AF:EDP2-EXIM42	26 January 2015	1,112,720	—	—	Documentation of prior advance to Designated Account
	3 February 2015	—	—	—	Documentation of prior advance to Designated Account
		149,625,000	375,000	149,625,000	

Notes to the Summary Special-Purpose Project Financial Statements (in US dollars unless otherwise indicated)

1. General Information

The Additional Financing for the Second Export Development Project (further referred as the "AF for EDP2" or the "Project") is administered by the State Export-Import Bank of Ukraine (the "Borrower", "Ukreximbank" or the "Bank") under a Loan Agreement with the International Bank for Reconstruction and Development (the "IBRD"). The amount of the Loan Agreement № 8089-UA dated 4 October 2011 (the "Loan Agreement") is USD 150,000,000. The Loan Agreement became effective on 31 January 2012.

The purpose of the AF for EDP2 is to: (a) provide medium and long term working capital and investment finance to private exporting enterprises to assist the Guarantor's private exporting sector; and (b) further improve the ability of the banking sector to provide financial resources to the enterprise sector through development of intermediation by expanding private financial institutions' lending products.

Within the framework of the AF for EDP2, the Bank are able to finance selected commercial banks to enable them to provide sub-loans and lease facilities to beneficiary exporting by Ukrainian enterprises.

2. Accounting Policies

Basis of preparation

The AF for EDP2 special-purpose project financial statements have been prepared in accordance with the accounting principles described below.

The AF for EDP2 special-purpose project financial statements have been prepared on a cash basis in respect of loan funds received from the IBRD and issued loans to selected commercial banks / beneficiary enterprises.

Revenue and expenditures of the AF for EDP2 are accounted for by the Bank on an accrual basis in its separate financial statements, such incomes and expenditures are not recognised in these AF for EDP2 special-purpose project financial statements.

To comply with the requirements of the *Guidelines: Annual Financial Reporting and Auditing for World Bank-Financed Activities* issued by the World Bank, the following specific schedules have been included as part of these AF for EDP2 special-purpose project financial statements:

- Summary of Funds received for the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness;
- Summary of Expenditures for the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness;
- Statement of Designated Account for the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness;
- Summary of Statement of Expenditures for the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness.

In addition, with respect to the Statement of Expenditures ("SOEs") for the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness, adequate supporting documentation has been maintained to support claims to the IBRD for replenishments of expenditures incurred. Expenditures claimed for replenishment under the SOE procedure were eligible for financing under the Loan Agreement № 8089-UA. Special-purpose project financial statements were prepared for the fourteen-month period ended 28 February 2015 and cumulative from the Loan Agreement effectiveness as the last disbursement date was no more than six months from the beginning of the final fiscal year of the Additional Financing for the Second Export Development Project. Special-purpose project financial statements cover the period from the beginning of the penultimate fiscal year through the last disbursement date.

The Bank prepares the summary special-purpose project financial statements in order to comply with the World Bank Policy on Access to Information dated 1 July 2010, General Conditions for Loans dated 31 July 2010 and the Loan Agreement. According to the abovementioned documents, these summary special-purpose project financial statements shall

Notes to the Summary Special-Purpose Project Financial Statements (in US dollars unless otherwise indicated)

be made publicly available in a timely fashion and in a manner acceptable to the IBRD and which complies with prevailing Ukrainian banking laws and regulations. Therefore the summary special-purpose project financial statements do not contain information which is not allowed to be disclosed according to the Ukrainian legislation on banking secrecy.

Reporting currency

These special-purpose project financial statements are presented in US dollars ("US dollars") unless otherwise indicated.

3. IBRD Financing

International Bank for Reconstruction and Development financing is provided through the Loan Agreement № 8089-UA dated 4 October 2011 between the IBRD, as the Lender, and Ukreximbank, as the Borrower. The obligations of the Borrower according to the Loan Agreement are guaranteed by the Ukrainian Government.

The Borrower paid to the IBRD a front-end fee in the amount equal to 0.25% of the amount of the loan. On the date of the Loan Agreement becoming effective the IBRD, on behalf of the Borrower, withdrew from the loan account and paid to itself the front-end fee of USD 375,000, not using Designated Account.

According to the Loan Agreement, the interest rate is calculated as the Reference Rate for the Loan Currency plus the Variable Spread. Amendment of the Reference Rate and Variable Spread takes place on the interest payment date.

The interest is paid on 15 May and 15 November each year. The principal is to be paid by installments semi-annually on 15 May and 15 November beginning on 15 November 2017 and ending 15 May 2041. The closing date of the AF for EDP2 is 31 December 2014. Loan account of the IBRD was closed on 30 April 2015.

The Project consists of Part A of the Original Project (Second Export Development Project).

The table below sets forth the categories of items to be financed out of the proceeds of the loan:

Category	Description of Category	Part of the Project
(1)	Sub-Loans and Lease Financing	Part A
(2)	Front-end Fee	—

Details of the IBRD financing as at 28 February 2015 are below:

	Total line of credit	Amounts disbursed	Amounts undisbursed
Sub-Loans and Lease Financing	149,625,000	149,625,000	—
Front-end Fee	375,000	375,000	—
Balance of Designated Account	—	—	—
Total	150,000,000	150,000,000	—

4. Reconciliation of Amounts Shown as Received from the IBRD to Actual Expenditures Incurred

The supporting schedule to the reconciliation of amounts shown as received from the IBRD to actual expenditures of the AF for EDP2 for the fourteen-month period ended 28 February 2015 and cumulative from Loan Agreement effectiveness is as follows:

	Category 1	Category 2	Designated account	Total
Accounted according to the IBRD data	149,625,000	375,000	—	150,000,000
According to Bank data	149,625,000	375,000	—	150,000,000
Difference	—	—	—	—

Joint Stock Company "The State Export-Import Bank of Ukraine"
Additional Financing for the Second Export Development Project
Summary Special-Purpose Project Financial Statements

Supplemental Information on Sub-projects
(in US dollars unless otherwise indicated)

Information regarding sub-projects agreed for financing during the period from the Loan Agreement effectiveness to 28 February 2015:

Sub-project	Description of sub-project	Amount of sub-project	Disbursed sub-project amount	Activity	Correspondence with acceptance criteria	Methodology of purchase within sub-project	Ecological category	Participating Bank
Sub-project 1	Working capital financing	10,000,000*	2,987,921	Production of vehicles	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 2	Purchase of raw materials	499,000	499,000	Production of juice	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 3	Working capital financing	300,000	300,000	Plastic tare manufacture	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 4	Purchase of equipment	2,476,508	2,476,508	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 5	Purchase of equipment and raw materials	1,340,000	1,340,000	Pharmaceutical industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 6	Purchase of equipment	93,340	93,340	Production of rubber	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 7	Purchase of equipment and raw materials	9,994,107	9,994,107	Transportation	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 8	Purchase of equipment and raw materials	10,000,000	10,000,000	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 9	Purchase of equipment	1,475,110	1,475,110	Transportation	Yes	Commercial practice	1	JSC "Ukreximbank"
Sub-project 10	Purchase of equipment and raw materials	417,082	417,082	Mining	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 11	Purchase of equipment	1,590,000	1,590,000	Production of ironing-boards	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 12	Working capital financing	635,000	635,000	Pharmaceutical industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 13	Purchase of equipment and raw materials	10,000,000	10,000,000	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 14	Working capital financing	10,000,000	10,000,000	Cement production	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 15	Investment and working capital financing	9,909,728	9,909,728	Production of plastic packaging	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 16	Investment and working capital financing	2,207,179	2,207,179	Production of ironing-boards	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 17	Purchase of equipment	418,000	418,000	Pharmaceutical industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 18	Working capital financing	2,000,000	2,000,000	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 19	Working capital financing	2,000,000	2,000,000	Production of ironing-boards	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 20	Working capital financing	4,995,000	4,995,000	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 21	Working capital financing	10,000,000	10,000,000	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 22	Working capital financing	2,400,000	2,400,000	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 23	Working capital financing	6,591,945	6,591,945	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 24	Purchase of equipment	2,600,000	2,600,000	Cement production	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 25	Purchase of equipment	6,063,125	6,063,125	Food industry	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 26	Working capital financing	3,631,955	3,631,955	Production of plastic packaging	Yes	Commercial practice	2	JSC "Ukreximbank"
Sub-project 27	Purchase of equipment	10,000,000	10,000,000	Engineering industry	Yes	Commercial practice	2	Participating Bank 1
Sub-project 28	Working capital financing	10,000,000	10,000,000	Agriculture	Yes	Commercial practice	2	Participating Bank 1
Sub-project 29	Working capital financing	3,900,000	3,900,000	Production of bearings	Yes	Commercial practice	2	Participating Bank 2
Sub-project 30	Working capital financing	4,200,000	4,200,000	Grain storage services	Yes	Commercial practice	2	Participating Bank 2
Sub-project 31	Working capital financing	6,900,000	6,900,000	Grain storage services	Yes	Commercial practice	2	Participating Bank 2
Sub-project 32	Working capital financing	10,000,000	10,000,000	Grain elevator business	Yes	Commercial practice	2	Participating Bank 2
Total			149,625,000					

* Sub-loan was partially financed under the Second Export Development Project (Original Project).