

SAFEGUARDS ASSESSMENT MATRIX

Reform Areas to be Supported by the Program	Environmental Impacts	Social Impacts	Mitigating Measure/ Remarks
Reform Area 1: Banking sector stability enhanced			
<p>1.1 The Government adopted a resolution to provide financing to IDIF should their funds be insufficient to fund payouts for insured deposit claims due to a potential insolvency of an insured financial institution. (2019 baseline: resolution not adopted).</p> <p>1.2 Parliament approved amendments to the Law on Banking that: (i) expand fit-and-proper requirements for management, (ii) set professional competency requirements of supervisory boards and audit committees, and (iii) better control management conflicts of interest with related parties (2019 baseline: no amendment).</p>	<p>These measures do not involve any physical works. Hence, no environmental impacts are expected.</p>	<p>No anticipated IR or IP impacts</p>	<p>N/A</p>
Reform Area 2: Enabling environment for financial sector development improved			
<p>2.1 The Government adopted a resolution defining the minimum size of the authorized capital of insurance and reinsurance organizations.</p> <p>2.2 The Government approved a resolution creating a working group that will include at least 30% women members, to create a medium-term financial sector development strategy and roadmap that will, among other elements, improve access of women to, promote Fintech development and contains plans to enhance financial consumer protection (2019 baseline: no working group).</p> <p>2.3 The MOF submitted a draft resolution to Parliament that will improve the process of issuing and circulating securities of the Republic of Tajikistan (2019 baseline: no resolution).</p>	<p>These measures do not involve any physical works. Hence, no environmental impacts are expected.</p>	<p>No anticipated IR or IP impacts</p>	<p>N/A</p>
Reform Area 3: Fiscal management strengthened			
<p>3.1 The MOF approved: (i) guidelines on transparency and public access to budget information and the semi-annual state budget review; and (ii) analysis to revise methodology for MTEF preparation,</p>	<p>These measures do not involve any physical works. Hence, no environmental</p>	<p>No anticipated IR or IP impacts IPs are not targeted</p>	<p>N/A</p>

Reform Areas to be Supported by the Program	Environmental Impacts	Social Impacts	Mitigating Measure/ Remarks
<p>including gender-based budgeting. (2019 baseline: no updated guideline and analysis).</p> <p>3.2 The Government adopted financial reporting requirements for large SOEs in accordance with IFRS (2019 baseline: no updated requirement).</p> <p>3.3 The Government drafted a new Tax Code including clarification of taxation of voluntary insurance premiums, provisions related to Islamic finance and treatment of provisions for establishing loan loss reserves as an expense (2019 baseline: no draft new tax code).</p>	<p>impacts are expected.</p>	<p>beneficiaries of the program, however as the scope is national, individual IP households (not IP groups) may participate and benefit by receiving cash or in-kind support.</p>	

IDIF = Individual Deposit Insurance Fund, IFRS = International Financial Reporting Standards, IP = indigenous peoples, IPSAS = International Public Sector Accounting Standards, IR = involuntary resettlement, NBT = National Bank of Tajikistan, N/A = not applicable, MOF = Ministry of Finance, MTEF = medium term expenditure framework, SOE = state owned enterprise.

Source: Asian Development Bank.