

Audited Project Financial Statements

Project Number: 50099-002

Loan/Grant Number: 3686/0592/0593

Period covered: 14 December 2018 to 31 December 2019

CAM: Fourth Greater Mekong Subregion Corridor Towns Development Project

Prepared by Ministry of Public Works and Transport

For the Asian Development Bank

Date received by ADB: 23 June 2020

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Access to Information Policy and as agreed between ADB and the Ministry of Public Works and Transport.

**ROYAL GOVERNMENT OF CAMBODIA
MINISTRY OF PUBLIC WORKS AND TRANSPORT
Fourth Greater Mekong Subregion Corridor Towns
Development Project**

ADB Loan No. 3686-CAM (COL),
Grant No. 0592-CAM (SF) and Grant No. 0593-CAM (EF)

**Financial Statements
and
Statement of Compliance
for the period from 14 December 2018
to 31 December 2019**

Ministry of Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and No. 0593-CAM (EF)

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PART I

**Financial Statements
for the period from 14 December 2018 to
31 December 2019
and
Report of the Independent Auditors**



Ministry of Public Works and Transport

Statement by the management

We do hereby state that in our opinion, the accompanying financial statements, which comprise the statement of financial position as at 31 December 2019, the statements of receipts and expenditure, advance accounts for the period from 14 December 2018 to 31 December 2019 and notes as set out on pages 5 to 18 of the Fourth Greater Mekong Subregion Corridor Towns Development Project ("the Project"), funded by the Asian Development Bank Loan No. 3686-CAM (COL), Grant No. 0592-CAM(SF) and Grant No. 0593-CAM(EF) and implemented by the Ministry of Public Works and Transport, are prepared, in all material respects, in accordance with the basis of accounting and the accounting policies described in Note 2 to the financial statements.

Signed on behalf of the Project's management:

H.E. Vong Pisith
Project Director
Ministry of Public Works and Transport

Phnom Penh, Kingdom of Cambodia

Date: 9 June 2020



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Report of the independent auditors To the Ministry of Economy and Finance Royal Government of Cambodia

Opinion

We have audited the accompanying financial statements of the Fourth Greater Mekong Subregion Corridor Towns Development Project ("the Project"), funded by the Asian Development Bank Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF), Grant No. 0593-CAM (EF) and the Royal Government of Cambodia implemented by the Ministry of Public Works and Transports ("PMU"), which comprise the statement of financial position as at 31 December 2019, the statement of receipts and expenditures, the statement of advance accounts for the period from 14 December 2018 to 31 December 2019 and notes, comprising significant accounting policies and other explanatory information ("financial statements"), as set out on pages 5 to 18.

In our opinion, the accompanying financial statements of the Project for the period from 14 December 2018 to 31 December 2019 are prepared, in all material respects, in accordance with the basis of accounting and the accounting policies as described in Note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with Cambodian International Standards on Auditing ("CISAs"). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Project in accordance with the ethical requirements that are relevant to our audit of the financial statements in Cambodia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Use

We draw attention to Note 2 to the financial statements, which describes the basis of accounting and the accounting policies adopted by the Project. The financial statements are prepared for the information of and use by the management of the Project, the Ministry of Economy and Finance, and the Asian Development Bank. As a result, the financial statements may not be suitable for another purpose. Our audit report is intended solely for management of the Project, the Ministry of Economy and Finance, and the Asian Development Bank and not for other purpose. This restriction on use does not limit the disclosure or distribution of our report if such disclosure or distribution is required by laws and regulations. Our opinion is not modified in respect of this matter.

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

Management is responsible for the preparation of the financial statements in accordance with the basis of accounting and the accounting policies described in Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the PMU's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Project's financial reporting process.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with CISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the PMU's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the PMU to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For KPMG Cambodia Ltd



Taing Youkfong
Partner



Phnom Penh, Kingdom of Cambodia

9 June 2020

Ministry of Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0593-CAM (EF)

Statement of financial position

As at 31 December 2019

Period from 14 December 2018 to 31 December 2019						
	Note	ADB Loan No. 3686 US\$	ADB Grant No.0592 US\$	ADB Grant No.0593 US\$	RGC US\$	Total US\$
Current assets						
Cash at banks	3	184,477	100,000	100,000	70,000	454,477
Advance	4	875,102	-	-	-	875,102
		<u>1,059,579</u>	<u>100,000</u>	<u>100,000</u>	<u>70,000</u>	<u>1,329,579</u>
Represented by:						
Fund balance at end of the period		1,059,579	100,000	100,000	70,000	1,329,579



H.E. Vong Pisith

Project Director

Ministry of Public Works and Transport

Phnom Penh, Kingdom of Cambodia

Date: 9 June 2020



Mr. Dor Mao

Financial Management Specialist

The accompanying notes form an integral part of these financial statements.

Ministry of Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0593-CAM (EF)

Statement of receipts and expenditure

for the period from 14 December 2018 to 31 December 2019

		Period from 14 December 2018 to 31 December 2019				
	Note	ADB Loan No. 3686 US\$	ADB Grant No.0592 US\$	ADB Grant No.0593 US\$	RGC US\$	Total US\$
Receipts	5					
Initial advances		200,000	100,000	100,000	70,000	470,000
Direct payments		875,446	-	-	-	875,446
		<u>1,075,446</u>	<u>100,000</u>	<u>100,000</u>	<u>70,000</u>	<u>1,345,446</u>
Expenditures by disbursement category	6					
Incremental administration		15,523	-	-	-	15,523
Interest charge		344	-	-	-	344
		<u>15,867</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,867</u>
Excess of receipts over expenditure/Fund balance at end of period		<u>1,059,579</u>	<u>100,000</u>	<u>100,000</u>	<u>70,000</u>	<u>1,329,579</u>



H.E. Vong Pisith

Project Director

Ministry of Public Works and Transport

Phnom Penh, Kingdom of Cambodia

Date: 9 June 2020



Mr. Mao Dor

Financial Management Specialist

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Ministry of Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0593-CAM (EF)

Statement of advance accounts

for the period from 14 December 2018 to 31 December 2019

		Period from 14 December 2018 to 31 December 2019			
	Note	ADB Loan No. 3686 US\$	ADB Grant No.0592 US\$	ADB Grant No.0593 US\$	Total US\$
Receipts					
Asian Development Bank	5	200,000	100,000	100,000	400,000
Expenditure by disbursement category					
Incremental administration	6	15,523	-	-	15,523
Excess of receipts over expenditure/ Fund balance at end of the period		184,477	100,000	100,000	384,477
Represented by:					
Cash at banks	3	184,477	100,000	100,000	384,477



H.E. Vong Pisith

Project Director

Ministry of Public Works and Transports

Phnom Penh, Kingdom of Cambodia

Date: 9 June 2020



Mr. Mao Dor

Financial Management Specialist

The accompanying notes form an integral part of these financial statements.

Ministry of Public Work and Transport

Fourth Greater Mekong Subregion Corridor Towns Development

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0593-CAM (EF)

Notes to the financial statements

for the period from 14 December 2018 to 31 December 2019

These notes form an integral part of, and should be read in conjunction with, the accompanying financial statements.

1. Background and activities

The Fourth Greater Mekong Subregion Corridor Towns Development Project ("the Project") was established under the Loan Agreement No. 3686 CAM (COL), Grant Agreement No. 0592 CAM (SF) and Grant Agreement No. 0593 CAM (EF) between the Asian Development Bank ("ADB") and the Royal Government of Cambodia ("RGC") (represented by the Ministry of Economy and Finance) was signed on 24 October 2018 and declared effective date on 14 December 2018, with the Loan Agreement No. 3686 CAM (COL), Grant Agreement No. 0592-CAM (SF) and Grant Agreement No. 0593 CAM (EF) offers loan amounting to US\$78.5 million, US\$1.5 million and US\$0.5 million respectively. RGC will provide cash contribution of US\$8 million for supplementary salaries for counterpart staff, taxes and duties, civil works, and equipment; and in-kind government contribution. The Project expects to have closing date on 30 June 2024.

The loan will have a maturity period of 32 years including a grace period of 8 years with an interest rate of 1% per annum during the grace period and 1.5% per annum thereafter. The principal amount of the loan is payable on a semi-annually instalment commencing from 1 January 2027 and ending on 1 July 2050.

The objective of the Project is to improve urban services for enhancing regional economic connectivity in participating towns are: Kompong cham, Kratie and Stung Treng.

- Output 1 - Improvement of urban services in Participating towns:
 - a. a new WWT facility with a capacity of 5,050m³/d with approximately 137km pipelines, 4,676 household connections and pump stations, 4.3km drainage channel, a controlled landfill with a volume capacity of 900,000m³ and waste collection vehicles in Kampong Cham;
 - b. a new WWT facility with a capacity of 4,900 m³/d with approximately 143 km pipelines, 2,688 household connections and pump stations, 12 km drainage channel, a controlled landfill with a volume capacity of 433,500 m³ and waste collection vehicles, and pedestrian walkaway rehabilitation with energy-efficient lights in Kratie; and
 - c. a new WWT facility with a capacity of 3,800m³/d with approximately 147km pipelines, 2,253 household connections and pump stations, a controlled landfill with a volume capacity of 291,000m³ and waste collection vehicles, pedestrian walk pavement rehabilitation with street landscaping and energy-efficient street lights in Stung Treng.

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

1. Background and activities (continued)

- Output 2 - Enhancement of institutional effectiveness and policy and planning environment for regional economic connectivity:
 - a. formulating 5-year provincial strategic development plans;
 - b. training on resilience-based town planning;
 - c. improving institutional capacity in urban service delivery, urban facilities, financial sustainability roadmap, contract engagement and management for private service providers;
 - d. development of ICT-based public service and management systems, including civil and vehicle registrations, public asset management, and utility billing system for efficient and transparent government operations; and
 - e. supporting project management, construction supervision and social and safeguards monitoring.

The table below sets forth the categories of items of expenditure to be financed out of the proceeds of the ADB Loan No. 3686-CAM (COL) and the allocation of amounts of the Loan to each such category:

Allocation and Withdrawal of Loan Proceeds			
No.	Item	Total Amount Allocated for ADB Financing (US\$)	Basis for Withdrawal from the Loan Account
1	Works	58,615,000	90.9% of total expenditure claimed
2	Equipment	1,350,000	100% of total expenditure claimed*
3	Consulting services	5,597,000	100% of total expenditure claimed*
4	Incremental administration cost	981,000	100% of total expenditure claimed
5	Interest charge	2,256,000	100% of amount due
6	Unallocated	9,701,000	
	Total	78,500,000	

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

1. Background and activities (continued)

The table below sets forth the categories of items of expenditure to be financed out of the proceeds of the ADB Grant No. 0592-CAM (SF) and the allocation of amounts of the Grant to each such category:

Allocation and Withdrawal of Grant Proceeds			
No.	Item	Total Amount Allocated for ADB Financing (US\$)	Basis for Withdrawal from the Grant Account
1	Works	500,000	90.9% of total expenditure claimed
2	Consulting services		
2A	Project management consultant	500,000	100% of total expenditure claimed
2B	Information communication technology for public management	500,000	100% of total expenditure claimed
	Total	1,500,000	100% of total expenditure claimed

The table below sets forth the categories of items of expenditure to be financed out of the proceeds of the ADB Grant No. 0593-CAM (EF) and the allocation of amounts of the Grant to each such category:

Allocation and withdrawals of Grant Proceeds			
No.	Item	Total Amount Allocated for ADB Financing	Basis for Withdrawal from the Grant Account
		Category	
1	Consulting services- Information communication technology for public management	500,000	100% of total expenditure claimed *
	Total	500,000	

* Exclusive of taxes and duties imposed within the territory of the Recipient.

The expenditure on consulting services is subject to full upfront utilisation of funds allocated for Works and Project Management Consultant in the ADB Grant Agreements.

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

2. Significant accounting policies

(a) Basis of accounting

The financial statements, which are expressed in United States Dollars ("US\$"), have been prepared in accordance with a modified cash basis of accounting. This is a basis of accounting that is designed to meet the requirements of the Project; it is not designed to produce financial statements that are compatible with International Financial Reporting Standards. Under this basis of accounting, receipts are recognised when funds are received in cash and expenditure is recognised when payments are made rather than when it is incurred, except for the advances made to suppliers which are initially recognised as a receivable and only recognised as expenditure when they have been liquidated by supporting invoices.

(b) Statement of advance accounts

The statement of advance accounts are prepared in accordance with the Loan and Grant Agreements, and is purely used to receive and disburse for expenditure financed by the ADB loan and grant proceeds.

(c) Non-expendable equipment

The cost of non-expendable equipment is charged to the statement of receipts and expenditure upon acquisition. For control and management purposes, a memorandum account for non-expendable equipment is maintained by way of a non-expendable equipment listing.

(d) Interest charge

The interest charge by the ADB is accounted for in the statement of receipts and expenditure as receipts and corresponding expenditure.

(e) Foreign currency transactions

The Project transacts its operations and maintains its accounting records primarily in United States Dollars ("US\$"). Transactions in currencies other than US\$ are converted into US\$ at the rates of exchange prevailing on the transaction dates. Monetary assets and liabilities in currencies other than US\$ are translated into US\$ at the open market rates of exchange at the reporting date. All foreign exchange differences are recognised in the statement of receipts and expenditure.

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

2. Significant accounting policies (continued)

(f) In-kind contribution

All in-kind contribution from RGC to the Project is not accounted for in the statement of receipts and expenditure. In-kind contribution is disclosed in the note to financial statements for information only.

3. Cash at banks

	As at 31 December 2019				
	ADB Loan No.3686 US\$	ADB Grant No.0592 US\$	ADB Grant No.0593 US\$	RGC US\$	Total US\$
Advance account					
ADB	184,477	100,000	100,000	-	384,477
RGC	-	-	-	70,000	70,000
	<u>184,477</u>	<u>100,000</u>	<u>100,000</u>	<u>70,000</u>	<u>454,477</u>

These represent the Project's bank accounts maintained at the National Bank of Cambodia under the respective loan and grant numbers.

4. Advance

This represents advance to a consulting Company, RAMBOLL Danmark A/S in Joint Venture with Oriental Consultants Global Co., Ltd. during the year.

	As at 31 December 2019 US\$
Advance	
RAMBOLL Danmark A/S Joint Venture with Oriental Consultant	<u>875,102</u>

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

5. Receipts

	Period from 14 December 2018 to 31 December 2019				
	ADB Loan No. 3686 US\$	ADB Grant No.0592 US\$	ADB Grant No.0593 US\$	RGC US\$	Total US\$
Initial advances	200,000	100,000	100,000	70,000	470,000
Direct payments (*)	875,446	-	-	-	875,446
	<u>1,075,446</u>	<u>100,000</u>	<u>100,000</u>	<u>70,000</u>	<u>1,345,446</u>

The receipts from ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0593-CAM (EF) were paid to the advance account co-held by the Ministry of Economy and Finance ("MEF") and the Ministry of Public Works and Transport at the National Bank of Cambodia. These are the separate bank accounts held exclusively for the Project.

- (*) Represented payments made by ADB directly to the consultants on behalf of the Project and interest charge by ADB amounted to US\$344.

6. Expenditure by disbursement category

Particulars	ADB Loan No.3686			RGC		Total
	% of financing	Actual expenditure		Actual expenditure		
	%	US\$	%	US\$	%	
Incremental administration	100	15,523	100	-	-	15,523
Interest charge	100	344	100	-	-	344
Total payments – for the period from 14 December 2018 to 31 December 2019		15,867		-		15,867
% of total project costs – for the period from 14 December 2018 to 31 December 2019		0.02%		-		0.02%

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

7. Incremental administration

	Period from 14 December 2018 to 31 December 2019				
	ADB Loan No.3686 US\$	ADB Grant No.0592 US\$	ADB Grant No.0593 US\$	RGC US\$	Total US\$
Office cost	1,523	-	-	-	1,523
Travel cost	14,000	-	-	-	14,000
	<u>15,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,523</u>

8. Statement of disbursement

Details of statement of disbursement from ADB fund are as follows:

		Period from 14 December 2018 to 31 December 2019 US\$
ADB Fund claims during the period		
Direct payments		875,446
Initial advance		400,000
Subtotal	(A)	<u>1,275,446</u>
Total expenditure made during the period	(B)	15,867
Expenditure not yet claimed	(C)	(15,523)
Advance paid during the period but not yet recorded as expenditure	(D)	875,102
Initial advance	(E)	400,000
Total eligible expenditure claimed (A=F=B+C+D+E)	(F)	<u><u>1,275,446</u></u>

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

9. Commitment

As at 31 December 2019, the Project has the following commitments:

	As at 31 December 2019 US\$
Contracted but not yet paid:	
Consulting services	<u>4,958,909</u>

10. In-kind contribution

The Project's management has identified and calculated in-kind contribution from the RGC to the Project based on the guideline from the MEF as follows:

	Period from 14 December 2018 to 31 December 2019 US\$
Office space	26,784
Utilities	13,507
Salaries of project staff	55,020
	<u>95,311</u>

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

11. Statement of withdrawals

Withdrawal Application			Category			
No	Date	Currency	Consulting service	Interest charge	Initial advance	Total
ADB Loan No. 3686- CAM (SF)						
A0001	29-Apr-19	US\$	-	-	200,000	200,000
A0002*	15-Aug-19	US\$	875,102	-	-	875,102
CAP	1-Jul-19	US\$	-	344	-	344
Subtotal Total			875,102	344	200,000	1,075,446
ADB Grant No. 0592- CAM (SF)						
B0001	29-Apr-19	US\$	-	-	100,000	100,000
Subtotal Total			-	-	100,000	100,000
ADB Grant No. 0593- CAM (EF)						
B0001	29-Apr-19	US\$	-	-	100,000	100,000
Subtotal Total			-	-	100,000	100,000
Government Counterpart Fund						
00001	11-Sep-19	US\$	-	-	70,000	70,000
Subtotal Total			-	-	70,000	70,000
Grant Total			875,102	344	470,000	1,345,446

* This payment was made in the form of advance but not yet recognised as expenditure in 2019 yet.



H.E. Vong Pisith

Project Director

Ministry of Public Works and Transports

Phnom Penh, Kingdom of Cambodia

Date: 9 June 2020



Mr. Dor Mao

Financial Management Specialist

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

12. Statement of budget versus actual expenditure

Description	Period from 14 December 2018 to 31 December 2019		
	Budget	Actual	Variance
	US\$	US\$	US\$
Consulting services***	875,102	-	875,102
Incremental and administration	24,000	15,523	8,477
Interest charge	344	344	-
Total	899,446	15,867	883,579

***This payment was made in the form of advance but not yet recognised as expenditure in 2019.

The budget for the consulting services were included with the advance payment made to the consultant with an amount of US\$875,102. Therefore, the total variance increases from US\$8,477 to US\$883,579. Refer to Note 4 for detail.



H.E. Vong Pisith

Project Director

Ministry of Public Works and Transport

Phnom Penh, Kingdom of Cambodia

Date: 9 June 2020



Mr. Dor Mao

Financial Management Specialist

Ministry Public Works and Transport

Fourth Greater Mekong Subregion Corridor Towns Development Project

ADB Loan No. 3686-CAM (COL), Grant No. 0592-CAM (SF) and Grant No. 0953-CAM (EF)

Notes to the financial statements (continued)

for the period from 14 December 2018 to 31 December 2019

13. Comparative figures

There are no comparative figures as this is the first set of financial statements prepared since the commencement of the Project.