



**MINISTRY OF TREASURY AND FINANCE
BOARD OF TREASURY CONTROLLERS**

TÜRKİYE EARTHQUAKE RECOVERY AND RECONSTRUCTION PROJECT

Implemented by ILBANK

Financed Under World Bank Loan Agreement

Numbered 9580-TR

As of December 31, 2024 and For the Year Then Ended

Prepared by

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Treasury Controller**

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Report's Number

86/13 - 48/14 - 32/10 - 27/10

INDEPENDENT AUDITOR'S REPORT

June 26, 2025





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EXECUTIVE SUMMARY



EXECUTIVE SUMMARY

A. Project Summary

A Loan Agreement numbered 9580-TR was signed between Republic of Türkiye and International Bank for Reconstruction and Development (IBRD) on September 01, 2023. The loan provided will finance the Türkiye Earthquake Recovery and Reconstruction Project. A total of € **910.500.000,00** will be used for the mentioned project. The project will be financed by only the IBRD resources.

The project consists of the following parts which are also stated below:

Part 1: Restoration of Municipal Infrastructure and Services

- A. Resilient rehabilitation and reconstruction of municipal infrastructure;
- B. Resilient recovery of municipal service facilities.

Part 2: Restoration of Health Services

- A. Ensuring continuity of primary-level and hospital-level health services;
- B. Providing mobile diagnostics services;
- C. Supporting access to vaccination, disability services, and medical equipment;
- D. Strengthening institutional capacity to restore provision of essential health care services.

Part 3: Rural Housing Reconstruction and Recovery

I. In Earthquake-affected Provinces

- A. Resilient rural housing and village reconstruction;
- B. Capacity building for resilient recovery and post-disaster housing support through the provision of technical assistance to assess the possibility to use local and recyclable materials with 3D Additive Manufacturing.

II. In Earthquake-affected Provinces and Earthquake-impacted Provinces

- A. Resilient rural housing and village reconstruction;
- B. Capacity building for resilient recovery and post-disaster housing support.

Part 4: Project Management, Monitoring and Evaluation

- A. ILBANK, in carrying out Part 1 and this Part 4.A Part of the Project;
- B. MoH, in carrying out Part 2 and this Part 4.B Part of the Project;
- C. MoEUCC in carrying out Part 3 and this Part 4.C of the Project.

Three different implementing agencies have been authorized to perform the project activities under the above-mentioned parts. These agencies and their relevant parts can be outlined as follows:



- ILBANK is responsible for the execution of Parts 1 and 4.A of the Project (**€ 388.328.250,00**),
- Ministry of Health (MoH) is responsible for the execution of Parts 2 and 4.B of the Project (€ 252.208.500,00),
- Ministry of Environment, Urbanization, and Climate Change (MoEUCC) is responsible for the execution of Parts 3 and 4.C of the Project (€ 269.963.250,00).

The objective of the Project is to restore access to essential municipal and health services and resilient housing in selected provinces affected by the February 2023 Earthquakes in Türkiye.

The closing date of the Project is June 30, 2028. In the audit period (01.01.2024 – 31.12.2024), total disbursements made under the Project is **€ 6.042.576,54**.

B. Objectives of Audit

The objective of the audit is to express an opinion on the Financial Statements of the Türkiye Earthquake Recovery and Reconstruction Project for the period ended December 31, 2024. The audit includes but not limited to the following tasks.

In evidencing compliance with agreed project financing arrangements, we are expected to carry out tests to confirm that:

- (a) The fund has been used in accordance with the conditions of the relevant financing agreement, with due attention to economy and efficiency, and only for the purposes for which the financing was provided.
- (b) Goods and services financed have been procured in accordance with relevant financing agreements, including specific provisions of the World Bank Procurement Guidelines.
- (c) The supporting documents, records, and accounts have been maintained in respect of all project activities, including expenditures reported using Statements of Expenditure (SOE) method of reporting.
- (d) Respective reports issued during the period were in agreement with the underlying books of account.

C. Scope of Audit

The audit was conducted in accordance with International Standards on Auditing. Those Standards require that the auditor plans and performs the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. The audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The audit also included assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

There was no limitation in our scope for the Project's audit.



D. Audit Methodology

Financial Statements

Verified that the financial statements have been prepared in accordance with International Public Sector Accounting Standards.

Audited the SOE submitted to the Bank in support of requests for periodic replenishment of the project designated account.

Examined expenditures for eligibility based on criteria defined in terms of the financing agreement and detailed in the Disbursement Letter. In addition, we examined:

- (a) the Statement of Expenditure (SOE) have been prepared in accordance with the provisions of the relevant financing agreement,
- (b) expenditures have been made wholly and necessarily for the realization of project objectives,
- (c) information and explanation necessary for the purpose of the audit have been obtained,
- (d) supporting records and documents necessary for the purpose of the audit have been retained, and
- (e) the SOE can be relied upon to support the related withdrawal applications.

Review of designated accounts

During the audit of the project financial statements, we reviewed the activities of the project's designated account such as advances, payments made, and reconciliation of period-end balances.

Internal controls

Evaluated significant internal controls to obtain a sufficient understanding of the design of relevant controls, policies and procedures and whether they have been in operation during the period under review.

Compliance with agreement terms and applicable laws and regulations

Reviewed, assessed and reported on compliance with the terms and conditions of the Loan Agreement numbered 9580-TR.

Representations by implementing agency

Obtained specific written representations from management.

E. Audit Results

For the financial statements of project, our audit resulted with an unmodified of opinion. In addition, other reporting responsibilities about the project is included under the "*Report on Other Legal and Regulatory*" Requirements heading of the report.



F. Management Recommendation

We have issued a management letter annexed to the report and dated 26.06.2025.

**INDEPENDENT AUDITOR'S REPORT &
FINANCIAL STATEMENTS OF THE PROJECT**



INDEPENDENT AUDITOR'S REPORT

TO ILBANK

ANKARA

A. Opinion

We have audited the Statement of Withdrawal Application Summary, Statement of Sources and Uses of Funds, Statement of the Comparison of Budget and Actual Amount, and Statement of Designated Account of the Türkiye Earthquake Recovery and Reconstruction Project as of December 31, 2024, and for the period then ended, and notes to the financial statements including a summary of significant accounting policies. The financial statements have been prepared by ILBANK based on financial reporting provisions of the Loan Agreement numbered 9580-TR.

In our opinion; the accompanying financial statements present fairly, in all material respects, the financial position and cash flows of the Türkiye Earthquake Recovery and Reconstruction Project as of December 31, 2024 and for the period then ended in accordance with cash basis International Public Sector Accounting Standards and financial reporting provisions outlined in Loan Agreement Numbered 9580-TR.

B. Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of this report. We are independent of the ILBANK within the meaning of "IFAC Code of Ethics for Professional Accountants" and have fulfilled our other responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

C. Emphasis of Matter in the Financial Statement

Without modifying our opinion, we draw attention to Note "2" to the financial statements, which describe the basis of accounting. The financial statements are prepared to assist ILBANK to comply with the financial reporting provisions of the loan agreement referred to above. As a result, the financial statements may not be suitable for another purpose.

D. Going Concern

The Projects financial statements have not been prepared using the going concern basis of accounting. The project will be completed on June 30, 2028.

E. Responsibilities of Management and Those Charged with Governance or Other Appropriate Terms for the Financial Statements

ILBANK is responsible for the preparation and fair presentation of these financial statements in accordance with Loan Agreement numbered 9580-TR, and for such internal



control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

F. Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit 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 auditor's 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 ISAs 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 ISAs, we exercise professional judgment and maintain professional scepticism throughout the planning and performance of 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We are required to 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.

We are also required to provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



G. Report on Other Legal and Regulatory Requirements

The conclusions drawn from audits conducted within the scope of other reporting requirements are as follows:

- ILBANK as of December 31, 2024 has complied with, in all material respects, the requirements of the Loan Agreement Numbered 9580-TR.
- With respect to SOE, adequate supporting documentation has been maintained to support claims to the IBRD for reimbursement of expenditures incurred, and these expenditures are eligible for financing under the Loan Agreement numbered 9580-TR.

Okan SÜLER
Chairman of Board of Treasury Controllers

Akif Bülent BOYACIOĞLU
(Audit Partner)
Vice Chairman

Belçim ÖZDEMİR
Treasury Controller

Yunus AYAN
Treasury Controller

Ahmet AKDEMİR
Treasury Controller

Alican AKTÜRK
Treasury Controller

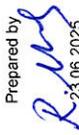
Date: 26.06.2025

Address: Ministry of Treasury and Finance
The Board of Treasury Controllers
06420, Dikmen, ANKARA/TÜRKİYE

ANNEX I: FINANCIAL STATEMENTS

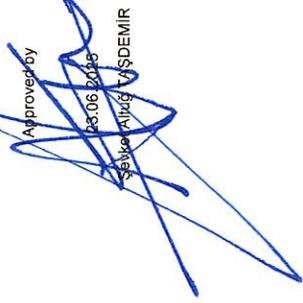
İLLER BANKASI A.Ş.
TÜRKİYE EARTHQUAKE RECOVERY and RECONSTRUCTION PROJECT (9580-TR)
WITHDRAWAL APPLICATION SUMMARY
 For the Period 01.01.2024 - 31.12.2024
 (In Euro)

Withdrawal Application Number	Notes	Date	Category Goods, Works, Non- consulting services, Non- consulting services, Operating costs and Training	Documented Total	Designated Account Currency Equivalent (EUR)	Advance Requested	Value date	Rejected by	Net Paid
In Designated Account Currency - Euro									
Section A: Payment method - Advance/Replenishment									
Approved Withdrawals									
IB-1		23.04.2024	15.000.000,00	-	15.000.000,00	15.000.000,00	-	15.000.000,00	0,00
IB-2		11.06.2024	15.000.000,00	-	15.000.000,00	15.000.000,00	11.06.2024	-	15.000.000,00
IB-3		23.12.2024	9.000.000,00	-	9.000.000,00	9.000.000,00	23.12.2024	-	9.000.000,00
Pending Submissions									
Sub-total (A)			39.000.000,00	0,00	39.000.000,00	39.000.000,00		15.000.000,00	24.000.000,00
Section B: Payment Method - Reimbursement									
Approved Withdrawals									
Pending Submissions									
Sub-total (B)			0,00	0,00	0,00	0,00		0,00	0,00
Section C: Payment Method - Direct Payment									
Approved Withdrawals									
Pending Submissions									
Sub-total (C)			0,00	0,00	0,00	0,00		0,00	0,00
TOTAL (A+B+C)			39.000.000,00	0,00	39.000.000,00	39.000.000,00		15.000.000,00	24.000.000,00

Prepared by

 23.06.2025
 Rukiye NACAR

Controlled by

 23.06.2025
 Nevzat TOGRUL

Approved by

 23.06.2025
 Selver Alioglu

İLLER BANKASI A.Ş.
TÜRKİYE EARTHQUAKE RECOVERY and RECONSTRUCTION PROJECT (9580-TR)
STATEMENT OF SOURCES AND USES OF FUNDS
For the Year Ended on 31.12.2024
(In Euro)

I-SOURCES OF FUNDS	Notes	Current Period (2024)	Previous Period (2023)	Cumulative
IBRD Loan	8	24.000.000,00	0,00	24.000.000,00
1-Direct Payment		0,00	0,00	0,00
2-Designated Account		24.000.000,00	0,00	24.000.000,00
TOTAL SOURCES		24.000.000,00	0,00	24.000.000,00
II-A USES OF FUNDS (by Component)				
2				
1. RESTORATION of MUNICIPAL INFRASTRUCTURE and SERVICES				
1.1 Resilient rehabilitation and reconstruction of municipal infrastructure		5.979.324,39	0,00	5.979.324,39
1.2 Resilient recovery of municipal service facilities		0,00	0,00	0,00
Total Component 1		5.979.324,39	0,00	5.979.324,39
4. PROJECT MANAGEMENT, MONITORING and EVALUATION				
4.1 İLBANK, in carrying out Part 1 and this Part 4.A of the Project		63.246,15	0,00	63.246,15
Total Component 4		63.246,15	0,00	63.246,15
Recurring Costs	2	6,00	0,00	6,00
Bank Charges		6,00	0,00	6,00
Total Recurring Costs		6,00	0,00	6,00
TOTAL USES OF FUNDS (by Component)		6.042.576,54	0,00	6.042.576,54
II-B USES OF FUNDS (by Category)				
(1) Goods, Works, Non-consulting services, Consulting services, Operating costs and Training for Part 1 and Part 4.A of the Project		6.042.570,54	0,00	6.042.570,54
Bank Charges	2	6,00	0,00	6,00
TOTAL USES OF FUNDS (by Category)		6.042.576,54	0,00	6.042.576,54
Cash at the beginning of the period	01.01.2024	0,00		
Cash at the end of the period*	31.12.2024	17.957.423,46		

The foreign exchange buying rate at the payment date of the bank where the designated account is kept was used.

Prepared by

23.06.2025
Rukiye NACAR

Controlled by

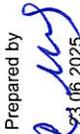
23.06.2025
Nevzat VOGRUL

Approved by

23.06.2025
Seydi Altug YAŞDEMİR

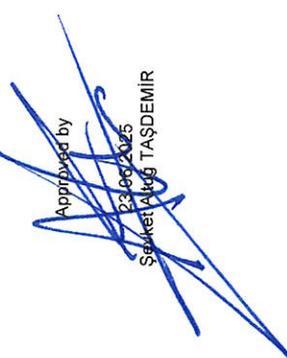
İLLER BANKASI A.Ş.
TÜRKİYE EARTHQUAKE RECOVERY and RECONSTRUCTION PROJECT (95800-TR)
STATEMENT of COMPARISON BUDGET AND ACTUAL AMOUNT
For the Year Ended on 31.12.2024
(In EURO)

	Notes	Current Period				Cumulative		
		Actual	Final Budget	Initial Budget	Progress	Actual	Planned	
		1	2		3=1/2	4	5	
SOURCES OF FUNDS								
IBRD Loan	8	24.000.000,00	40.000.000,00	-	60%	24.000.000,00	388.328.250,00	6%
Total Funding Sources		24.000.000,00	40.000.000,00	-	60%	24.000.000,00	388.328.250,00	6%
USE OF FUNDS								
By Component								
1. RESTORATION of MUNICIPAL INFRASTRUCTURE and SERVICES								
1.1 Resilient rehabilitation and reconstruction of municipal infrastructure		5.979.324,39	-	-	-	5.979.324,39	291.360.000,00	2%
1.2 Resilient recovery of municipal service facilities		0,00	-	-	-	0,00	91.050.000,00	0%
Total Component 1		5.979.324,39	-	-	-	5.979.324,39	382.410.000,00	2%
4. PROJECT MANAGEMENT, MONITORING and EVALUATION								
4.1 İLBANK, in carrying out Part 1 and this Part 4.A of the Project		63.246,15	-	-	-	63.246,15	5.918.250,00	1%
Total Component 4		63.246,15	-	-	-	63.246,15	5.918.250,00	1%
Recurring Costs								
Bank Charges		6,00	-	-	-	6,00	0,00	-
Total Recurring Costs		6,00	-	-	-	6,00	0,00	-
TOTAL USES of FUNDS (by Component)		6.042.576,54	40.000.000,00	-	15%	6.042.576,54	388.328.250,00	2%
By Category								
(1) Goods, Works, Non-consulting services, Consulting services, Operating costs and Training for Part 1 and Part 4.A of the Project		6.042.576,54	-	-	-	6.042.576,54	388.328.250,00	2%
TOTAL USES of FUNDS (by Category)		6.042.576,54	40.000.000,00	-	15%	6.042.576,54	388.328.250,00	2%

Prepared by

23.06.2025
Rukiye NACAR

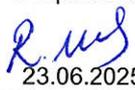
Controlled by

23.06.2025
Nevzat TOĞRUL

Approved by

23.06.2025
Şakir ALIĞ TAŞDEMİR

ILLER BANKASI A.Ş.
TR TÜRKİYE EARTHQUAKE RECOVERY and RECONSTRUCTION PROJECT (9580-TR)
DESIGNATED ACCOUNT STATEMENT
DESIGNATED ACCOUNT NO: 941432032
For the Year Ended on 31.12.2024
(In EURO)

Opening Balance (01.01.2024)	8		0,00
Reimbursements to DA			24.000.000,00
Available Funds			24.000.000,00
Withdrawals from the Designated Account	2-7		6.042.576,54
Closing Balance (31.12.2024)			17.957.423,46

Prepared by

23.06.2025
Rukiye NACAR

Controlled by

23.06.2025
Nevzat TOĞRUL

Approved by

23.06.2025
Şevket Altuğ TAŞDEMİR

İLLER BANKASI A.S.
TÜRKİYE EARTHQUAKE RECOVERY AND RECONSTRUCTION PROJECT
(9580-TR)
NOTES ON PROJECT FINANCIAL STATEMENTS
BETWEEN 01.01.2024-31.12.2024

1. THE OBJECTIVES AND STRUCTURE OF THE PROJECT

Türkiye Earthquake Recovery and Reconstruction Project (TERRP) is a development program initiated in response to the devastating earthquakes centered in Kahramanmaraş on February 6, 2023, which affected 11 provinces in southern Turkey.

The objective of the project is to restore public services quickly in disaster-affected areas, support social and economic recovery, and ensure that reconstruction is carried out in a resilient, inclusive, and sustainable manner.

The project is financed by a loan of USD 1 billion provided by the International Bank for Reconstruction and Development (IBRD), under Loan No: 9580-TR. The project code is P180849.

The implementation period is from September 1, 2023, to June 30, 2028. The borrower, on behalf of the Republic of Türkiye, is the Ministry of Treasury and Finance.

PROJECT COMPONENTS AND DETAILS

TERRP is supported by a EUR 910.5 million Investment Project Financing (IPF) loan. It consists of four components listed below. Each of the three technical components will be implemented by a different implementing agency. İLBANK will be responsible for the implementation of Components 1 and 4.1. The Ministry of Health will be responsible for the implementation of Components 2 and 4.2. The General Directorate of Construction Affairs (GDCA) in the Ministry of Environment, Urbanization, and Climate Change (MoEUCC) will be responsible for the implementation of Components 3 and 4.3.

Component 1 – Restoration of Municipal Infrastructure and Services

Implementing Agency: İLBANK

Budget: EUR 382,410,000

Scope: Rehabilitation and reconstruction of infrastructure elements such as water supply, sewerage, stormwater systems, roads, bridges, solid waste facilities, fire services, and municipal service buildings damaged by the earthquakes.

Method: İLBANK initiates investment processes by signing protocols with beneficiary municipalities. All procurement, contracting, implementation, and financial procedures are managed by İLBANK. Municipalities assume ownership and operation of the completed infrastructure.

Component 4 – Project Management, Monitoring and Evaluation

Budget: EUR 18,210,000

Scope: Effective coordination of all components, monitoring performance indicators, ensuring environmental and social compliance, external audits, and reporting activities.

Method: Each Implementing Agency forms its own project implementation unit for its respective component. Financial reporting and monitoring systems are executed in compliance with World Bank requirements.

The project budget, broken down by components, is as outlined above. The loan amount allocated to Component 1 and Component 4.1 for İLBANK is € 388,32 million and will be used to finance the reconstruction and rehabilitation of municipal infrastructure, assets, and goods destroyed or damaged by the February 2023 earthquakes.

PIU ensures the coordination between the team responsible for Türkiye Earthquake Recovery and Reconstruction Project (TERRP) World Bank and İller Bank; and carries out the selection of the Municipalities and/or Administrations, relations with the Ministry of Treasury and Finance and the Presidency of Strategy and Budget, and the selection of individual consultant and consulting firms, during the preparation and execution phases of the project; together with the World Bank and İller Bank units assigned within the scope of the project. Coordination of procurements within the scope of the sub-projects, coordination of technical and environmental affairs of the sub-projects, and disbursement of loan proceeds are also carried out by the PIU.

2. BASIC ACCOUNTING POLICIES

The PIU, currently organized under the Department of International Relations of İller Bank in accordance with the provisions of the Loan Agreement, recorded the amounts withdrawn from the Loan and amounts paid to the contractor/consultants on a “cash basis” within the İller Bank accounting system. On the other hand, PIU ensures that the records regarding:

- a) The amount of World Bank loan,

b) The amount withdrawn from the loan,

c) The amount of payments given to the suppliers/contractors/consultants and to the tax offices on behalf of them as per the provisions of the contracts,

are kept within the accounting software of Department of Accounting and Financial Affairs of Iller Bank, in order to monitor expenditure items in euro and contract currency.

Türkiye Earthquake Recovery and Reconstruction Project (TERRP) bookkeeping is kept within the accounting system of Department of Accounting and Financial Affairs of Iller Bank. With the current software, progress payment data is entered into to the software by the staff of Department of International Relations and the system automatically controls the accuracy of the calculations. The progress payments with correct calculations are sent to the Accounting and Financial Affairs Department for accounting by adding the value date and expenditure data after the payment is made.

The following policies shall be followed in accounting records of Iller Bank:

a) Iller Bank will use cash based accounting related to the Project. According to cash basis accounting the withdrawals from the Loan to the Designated Account are recorded in the “Funds Allocated to Our Bank” under Liability accounts.

b) The amount of payments to the suppliers/contractors/consultants upon the request of suppliers/contractors/consultants as per the contracts will be recorded in the “CBRT Foreign Currency” under Asset accounts.

c) The amount determined after the required deductions for tax, stamp duty, decision tax, VAT withholding, etc., as per the local regulations and the conditions of the contract will be transferred directly to the account of the supplier/consultant/contractor providing the services/goods/works from the Designated Account by International Relations Department PIU. The total amount of the deductions will be paid to the tax offices on behalf of the contractor.

d) The payments by Iller Bank PIU for the objectives of the Project will be recorded as “Non-Interest Expenses” account in the Iller Bank’s accounts in local currency.

e) The amount of exchange rate gain or loss arising from the revaluation of the Euro dominated receivables and payables revalued using the Euro/TL exchange rate prevailing at the date of the balance sheet will be recorded as foreign exchange gain or loss.

f) The amount of loan used by Iller Bank based on contracts will be recorded to the following account:

021000 - World Bank Türkiye Earthquake Recovery and Reconstruction Project (TERRP)

g) The total amount of expenses for the Türkiye Earthquake Recovery and Reconstruction Project (TERRP) is **EUR 6.042.576,54** at the end of the year of 2024, which includes a correspondent bank fee of EUR 6,00. Correspondent bank fee deductions of €2,00 from the transfer under component 1 and €4,00 from the transfer under component 4.1 have been applied.

h) The disbursements related to the sub projects will be recorded into the legal books of Iller Bank.

i) The Designated Account within TCMB is in Euro. The prevailing selling exchange rate for Euro/TL of TCMB will applied for the above mentioned payments from the Designated Account.

j) Accounting transactions will be recorded in Euro as the currency of Loan Agreement. The collection in local currency is converted into Euro at the rate of TCMB prevailing at the date of collection for preparation of the Statement of Source and Use of the Funds. The payments in Euro are recorded using the exchange rate of Euro/TL prevailing at the date of payment.

3. FINANCIAL STATEMENTS

The use of the funds in Designated Account is limited by only project objectives in conformity with the provisions of the Loan Agreement and the Project Agreement. The unused project funds at the end of the project may be cancelled in accordance with the provisions of the related Loan Agreement and Project Agreement.

4. THE INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT (IBRD) FUND LOAN

The debt service (principal, interest, front-end-fee) will be made by Ministry of the Treasury and Finance in accordance with the provisions of the Loan Agreement, concluded on September 1, 2023 between World Bank and Ministry and Treasury and Finance. Iller Bank and the municipalities are not responsible for the repayment of the Loan.

5. FUNDING SOURCES

Funding resources of the project is IBRD Loan provided by the Ministry of Treasury and Finance. Total amount of the fund allocated to Iller Bank under the Component 1 and the Component 4.1 is €388.328.250,00. Under the Component 1 €382.410.000,00 is allocated for civil works, equipments and consultancy services. Under the Component 4.1 €5.918.250,00 is allocated for the project monitoring consultancy services and individual consultancy.

Funding Sources	EUR
Loan	388.328.250,00
Grants	0.00
Borrower/Recipient	0.00
Beneficiary	0.00
Total Funding Sources	388.328.250,00

6. PENDING APPLICATIONS

As of 31.12.2024 there is no pending application under the Loan.

7. BANK BALANCES

The balance of the Designated Account at CBRT as of 31 December 2024 is €17.957.423,46.

CBRT SPECIAL ACCOUNT (ACCOUNT NO: 94 14 32 034)	
31.12.2024 Balance	17.957.423,46 EURO

8. WITHDRAWAL APPLICATIONS

As of 31.12.2024 the total amount of the withdrawals from the loan is € **24.000.000,00** to the Designated Account. Initial withdrawal application is €15.000.000,00 and second withdrawal application is €9.000.000,00. As stated in our official letter dated 10 July 2024, numbered 19346, the planned budget for the year 2024 is €40.000.000,00.

Date	App. No	Amount (€)
11.06.2024	IB-2	15.000.000,00
23.12.2024	IB-3	9.000.000,00
Total		24.000.000,00

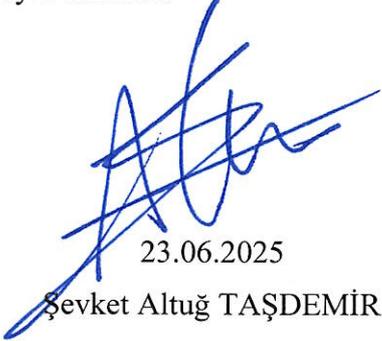
In our application number IB-1, there was an error in our account information on Client Connection. As the correction process took longer than expected, we decided to cancel our application.

9. REFUNDS TO ACCOUNT

As of 31.12.2024, there is no refunds to designated account under the Loan.

10. AMOUNT WITHDRAWN FROM THE ACCOUNT BUT NOT YET CLAIMED

There is no amounts withdrawn from the account but not yet claimed.



23.06.2025
Şevket Altuğ TAŞDEMİR
Head of Department