



## **FINANCIAL DOCUMENT**

**BETWEEN**

**THE MINISTRY FOR THE ENVIRONMENT, LAND AND SEA OF THE  
ITALIAN REPUBLIC**

**AND**

**THE MINISTRY OF ENERGY OF  
REPUBLIC OF KAZAKHSTAN**

## WHEREAS

- Mindful that on November 15<sup>th</sup>, 2017 the Ministry for the Environment, Land and Sea of the Italian Republic (IMELS) and the Ministry of Energy of Republic of Kazakhstan signed a Memorandum of Understanding (MoU) on “Cooperation in the field of climate change vulnerability, risk assessment, adaptation and mitigation”;
- Acknowledging the Rules of Procedures of the Joint Committee (JC) established under the abovementioned MoU approved on 17 November 2017;
- Further acknowledging the Guiding Principles for the Bilateral Cooperation Mechanism approved on 17 November 2017;

## IT IS AGREED THAT

### **Article 1**

To implement the bilateral cooperation and co-financing the related projects:

- IMELS will allocate a contribution of TWO MILLION EUROS to the Ministry of Energy of Republic of Kazakhstan, through the Facility Fund for Environmental Cooperation (FFEC) established within *Cassa Depositi e Prestiti S.p.A.* (CDP).
- The contribution from the Ministry of Energy of Republic of Kazakhstan will be in kind in the form of national expertise and logistics for the national coordination of the MoU.

### **Article 2**

The Ministry of Energy of Republic of Kazakhstan, for the implementation of the projects and activities approved by the Joint Committee (JC), will identify and communicate to IMELS a dedicated bank account.

The person or persons authorized to act as administrator of the account in order to use and dispose the contributions within the scope and provisions of the MoU, will be formally communicated to the JC.

### **Article 3**

Under the approval of the Work Plan, projects and activities and related budget by the JC, the Ministry of Energy of Republic of Kazakhstan will provide IMELS with detailed requests of financial resources according to its co-financing level.

Following the financial request of the Ministry of Energy of Republic of Kazakhstan, IMELS will authorize CDP to transfer the resources to the dedicated bank account.

Payment will be issued according to the timing schedule and the tranches approved by the JC. The first tranche of each project will be provided, under request, as advance payment.

#### **Article 4**

In view of adequately monitoring the implementation of activities and the financial expenditures, the Ministry of Energy of Republic of Kazakhstan will provide IMELS with:

- a) a final financial statement of each project approved by JC.
- b) an annual financial statement (1<sup>st</sup> of January – 31<sup>st</sup> of December) showing expenditures for the year, assets and liabilities with respect to the funds provided by IMELS through CDP. This annual financial statement will be delivered not later than the 31<sup>st</sup> of March of the following year.
- c) a final financial statement within six months of termination or expiration of the MoU.

#### **Article 5**

This Financial Document will enter into force on the day of its signature by both Parties and, unless terminated by mutual agreement of the Ministry of Energy of Republic of Kazakhstan and IMELS in writing at least not less than six months before the date of expiry, will remain in force until operational completion of the projects.

#### **Article 6**

Any amendment to this Financial Document will be adopted by the JC.

#### **Article 7**

After termination or expiration of the MoU and without prejudice to article 9.4 of the MoU, any balance from the Italian contribution in the dedicated bank account will be returned to CDP or disposed of as requested by the Parties. The hereunder functions of this agreement will be considered terminated.

IN WITNESS WHEREOF, the undersigned being duly authorized thereto, have signed the present Financial Document in two copies in English, in Bonn on 17<sup>th</sup> November 2017.

<b>For the Ministry for the Environment, Land and Sea of the Italian Republic</b>	<b>For the Ministry of Energy of Republic of Kazakhstan</b>
<b>Director General</b>	<b>Deputy Minister</b>
<b>Francesco La Camera</b>	<b>Gani Sadibekov</b>
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