

REVIK d.o.o. Sarajevo

Member of



International

Sarajevo, Branilaca Sarajeva 20
tel. / fax (387) (33) 200 – 383 i 226 – 289
E-mail: revik@bih.net.ba
Community Court Sarajevo:
065-0-Reg-21-005204, MBS 65-01-1066-09
Tax code: 01075138

Raiffeisen Bank d.d. BH Sarajevo
- 1610000001640087
UniCredit Bank d.d. Mostar
- 3383202250064583
Identification number: 4200002790002
VAT identification number: 200002790002

PUBLIC UTILITY COMPANY

"VISOKO" d.o.o. Visoko

**REPORT ON AGREED-UPON PROCEDURES IN
ACCORDANCE WITH ISRS 4400-Engagements to Perform
Agreed-upon Procedures Regarding Financial Information**

CONTENTS

	<u>Page</u>
Financial Reports Responsibility Statement	3
Report on actual findings	4-7

"VISOKO" d.o.o. Visoko

RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Pursuant to the Law on Accounting and Auditing of the Federation of Bosnia and Herzegovina (Official Gazette of Federation BiH, No. 15/21) the Director is responsible for the bookkeeping and accounting of the Company. The Management is responsible for ensuring that financial statements are compiled for each financial year in accordance with the Law on Accounting and Auditing of the Federation of Bosnia and Herzegovina which provide a true and fair view of the state of affairs and results of the Company for the reporting period.

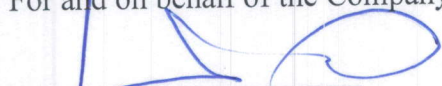
Following adequate enquiries, the Management has the reasonable expectation that the Company will have adequate resources to continue in operational existence for the foreseeable future. For this reason, the management continues to adopt the going concern basis in preparing the financial statements.

In preparing the financial statements, the responsibilities of the Management include ensuring that:

- Suitable accounting policies are selected and then applied consistently,
- Judgments and estimates are reasonable and prudent,
- Applicable accounting standards are followed, subject to any material departures disclosed and explained in the financial statements, and
- The financial statements are prepared on the going concern basis unless it is inappropriate to presume that the Company will continue its operations.

The Management is responsible to keep proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Company. It must also ensure that the financial statements comply with the Law on Accounting and Auditing in the Federation of Bosnia and Herzegovina. Moreover, the Management is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

For and on behalf of the Company:



Hadžialić Almir, director



Public utility company "VISOKO" d.o.o. Visoko
Naselje Luke II 16
71300 Visoko; Bosna and Hezegovina

Visoko, 12 April 2022

REVIK d.o.o. Sarajevo

Member of



International

Sarajevo, Branilaca Sarajeva 20
tel. / fax (387) (33) 200 – 383 i 226 – 289
E-mail: revik@bih.net.ba
Community Court Sarajevo:
065-0-Reg-21-005204, MBS 65-01-1066-09
Tax code: 01075138

Raiffeisen Bank d.d. BH Sarajevo
- 1610000001640087
UniCredit Bank d.d. Mostar
- 3383202250064583
Identification number: 4200002790002
VAT identification number: 200002790002

Report on Agreed-Upon Procedures in Accordance with ISRS 4400

For the Management of Public Utility Company "VISOKO" d.o.o. Visoko

This Report is issued for the purpose of Determining the fulfilment or non-fulfilment of each of the financial obligations listed in section 3.03 of the Project Implementation Agreement signed between Public utility company "VISOKO" d.o.o. Visoko ("Company") and the European Bank for Reconstruction and Development ("EBRD" or "the Bank"), operation number 47809 dated 31 August 2016 (" the Agreement") for the year ended 31 December 2021.

According to the Agreement the Company is obliged to provide:

1. During the fiscal year starting 1 January 2020 and during each relevant period thereafter maintain a Bill Collection Ratio of no less than 95%;
2. Maintain, at all times, in respect of any fiscal year, a Debt Service Coverage Ratio of not less than 1.2:1.0;
3. Ensure that its doubtful receivables (A) in respect of each fiscal year falling between 1 January 2017 and 31 Decemeber 2019 (including that date) shall not exceed 10% of all Project Company receivables in that fiscal year; and (B) in respect of the fiscal year starting 1 January 2020 and each fiscal year thereafter, shall not exceed 5% of all receivables of the Project company in that fiscal year;
4. At all times, maintain a ratio of (i) current assets to (ii) current liabilities, of not less than 1.1, as shown in its most annual financial statements where:

(1) "Current assets" means, assets when they: (A) are expected to be realised in, or are held for sale or consumption in, the normal course of the Project Company's operating cycle; or (B) are held primarily for trading purposes or for the short-term and expected to be realised within twelve months of the calculation date; or (C) are cash or cash equivalent assets which are not restricted in their use; and

(2) "Current liabilities" meand liabilities when they: (A) are expected to be settled in the normal course of the Project Company's operations cycle; or (B) are due to be settled within twelve months of the calculation date.

"VISOKO" d.o.o. Visoko

We report about our findings:

After completing independent audit procedures we believe that we have collected enough evidence and information to compile this Report. During the analysis of each contracted area, we established the following facts:

The control was performed in accordance with International Standards for Related Services 4400.

As these procedures do not constitute an audit performed in accordance with **International Standards on Auditing** or an audit performed in accordance with **International Standards on Engagements**, we do not express any assurance other than the endorsements set out below. If we had performed additional procedures, our attention could be drawn to other issues that we could report to you.

As presented in the Appendix, the Company maintains a ratio of current assets to current liabilities of at least 1:1.

The company fulfils the obligation to maintain a debt coverage ratio of at least 1.2:1.0.

The Company does not ensure that doubtful receivables (A) in relation to each fiscal year between 1 January and 31 December 2021 do not exceed 5% of all Project Company receivables in that fiscal year.

Detailed report on fulfilment of obligations is shown in the following table:

No.	Elements	Obligation	Realised	Obligation fulfilled
1	Maintain, at all times, in relation to each fiscal year, a debt coverage ratio of at least 1.2: 1.0;	Not less than 120%	124.98%	YES
2.	Ensure that doubtful receivables (A) in respect of each fiscal year between 1 January and 31 December 2021 (including that date) shall not exceed 10% of all Project Company receivables in that fiscal year; and (B) in relation to the fiscal year beginning on 1 January 2021 and each fiscal year thereafter, shall not exceed 5% of all receivables of the Project Company in that fiscal year; and maintain them at all times	Not higher than 5%	9.37 %	NO
3.	Maintain a ratio of (i) current assets and (ii) current liabilities of at least 1.1 at all times	Not less than 100%	124.39%	YES

Our report is solely intended for the purpose set forth in the first section of this Report, for your information and information to the EBRD. It is not intended for other purposes or for distribution to any other parties without our prior consent.

REVIK d.o.o. Sarajevo
Member of HLB International

Kenan Kapetanović, director

Sarajevo, 13 April 2022

