

Confidential letter of the Independent auditor to the Management of the Energy Efficiency Improvement in Kazakhstan Project, funded under Trust Fund Grant Agreement No. TF014185, made between the Government of the Republic of Kazakhstan and International Bank for Reconstruction and Development,

presented on the basis of the audit results of the financial statements for the year ended 31 December 2020

To the Management of Electric power and energy saving development Institute JSC
(Kazakhenergyexpertise)

3a Charles de Gaulle street, Almaty district, Nur-Sultan, Republic of Kazakhstan

This information is presented in connection with our completion of the audit of financial statements for the Energy Efficiency Improvement in Kazakhstan Project, funded under the Trust Fund Grant Agreement No. TF014185 dated 18.06.2014, concluded between the Government of the Republic of Kazakhstan and the International Bank for Reconstruction and Development (hereinafter - Project), prepared in accordance with the requirements for the preparation of the financial statements of the Project and in accordance with "Financial reporting for cash accounting" of the International Financial Reporting Standard for the public sector (hereinafter - IFRS for Public sector) issued by IASB for Public Sector of the International Federation of Accountants, as of December 31, 2020 and for the year then ended (hereinafter - Financial Statements).

In accordance with the International Standard on Auditing 260 "Communication of information to the management of the audited entity" (ISA 260), our duty as an auditor is to bring to the attention of the management of the audited entity some issues related to the audit and its results.

In accordance with International Standards on Auditing, we are responsible for forming and expressing an opinion on the financial statements prepared by the management of the audited entity. Such an audit does not relieve the management of the audited entity from the responsibility assigned to it. This responsibility, as well as our responsibility, is described in detail in the contract for audit services.

In the course of planning and conducting an audit of the financial statements for the Project, we considered the internal control system over the preparation of financial statements (hereinafter - Internal Control System) as the basis for defining our audit procedures for the purpose of expressing an opinion on the financial statements, but not for expressing an opinion on the effectiveness of the internal control system over the preparation of financial statements for the Project. Accordingly, we do not express an opinion on the effectiveness of the internal control system over the preparation of financial statements for the Project.

Our review of the internal control system was limited only to the purpose indicated in the previous paragraph, and was not aimed at identifying all the shortcomings in the internal control system.

A deficiency in the internal control system arises when there is no means of control, or when its structure, implementation or operation procedures do not allow for timely prevention, detection or correction of information misstatements in the financial statements. A material deficiency in the internal control system is a deficiency or set of deficiencies that, according to the professional judgment of the auditor, are material enough to deserve the attention of management.

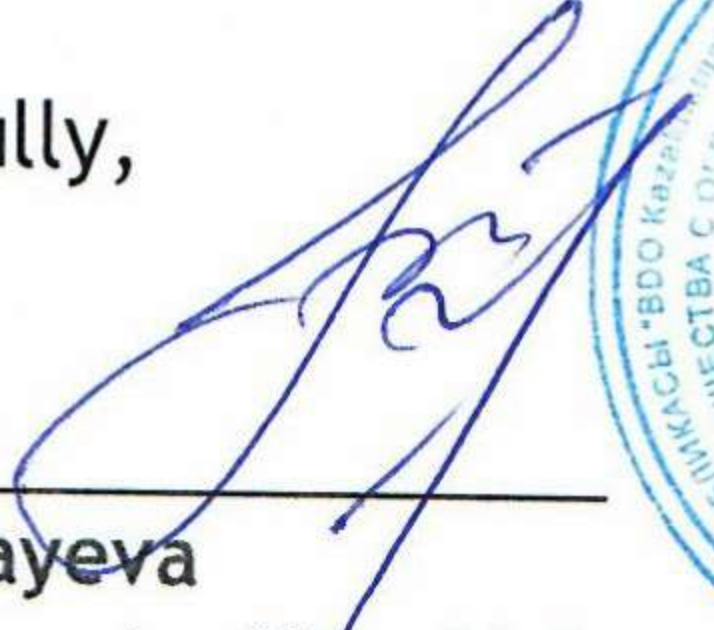
Based on the results of our audit of the financial statements for the Project, we did not find significant internal control weaknesses that could have a significant impact on the implementation of the Project.

Restrictions on distribution and use

This letter has been prepared solely for the use of Project management representatives, its content is confidential and should not be used by other persons. If you need more detailed information regarding our comments or have any questions, please contact Dina Babayeva by the following phone number:

+7 (7172) 24-42-25

Respectfully,



A. Kyrykbayeva

Head of branch office BDO Kazakhstan LLP in Nur-Sultan city

25 June 2021