Ministry of Innovation and Technology
Ethiopia Digital Foundation Project P 171034
IDA loan No. 68560ET

Auditor's Report and Accounts
For The Year Ended 07 July 2025

ASGB Partners Auditors LLP

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
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INDEPENDENT AUDITOR'S REPORT ON THE ACCOUNTS OF MINISTRY OF INNOVATION AND TECHNOLOGY ETHIOPIA DIGITAL FOUNDATION PROJECT P171034, IDA LOAN NO. 68560ET

Opinion

We have audited the accompanying financial statements of **the Ministry of Innovation and Technology Ethiopia Digital Foundation Project P171034, IDA Loan no. 68560ET** , set out on pages 4 to 22, which comprise the statement of financial position as at 07 July 2025, statement of sources and uses of funds, and statement of designated account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the implemented by Ministry of Innovation and Technology Ethiopia Digital Foundation Project P171034, IDA Loan no. 68560ET at 07 July 2025 and of the Statement of Sources and Uses of Funds for the year then ended on the basis of accounting described in Note 2 of the financial statements and the financial management policy of the Ministry of Innovation and Technology adopted for the project. In addition, the Project was, in all material respects, in compliance with the Financing Agreements and Contracts. `

Special Audit Considerations

Based on our audit procedures, we verified the following:

a) The financing under Grant No. E 68560-ET and Project No. P 171034 was used in accordance with the conditions of the financing agreement, with due attention to economy and efficiency, and solely for the intended purposes.

b) Counterpart funds were provided and utilized in compliance with the financing agreements.

c) Goods, works, and services financed under the project were procured in accordance with the relevant financing agreements and the World Bank Procurement Framework.

d) All necessary supporting documents, records, and accounts were maintained. Expenditures reported through Interim Unaudited Financial Reports (IFRs) agreed with the underlying books of account.

e) Designated Accounts
Designated Accounts were properly maintained, and funds disbursed were used exclusively for the intended purposes.

f) The project complied with applicable national laws and regulations, and approved financial and accounting procedures were followed.

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g) Budget utilization for the project stood at just 86.94 %, reflecting satisfactory financial performance.

h) Assets procured from project funds exist and ownership is verifiable by the implementing agency or beneficiaries.

i) No ineligible expenditures were identified in withdrawal applications during the audit period.

In our opinion, the funds are disbursed to the project in line with the achievement of each DLR that is allocated for each fund disbursement.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Furthermore, we have audited the Project's compliance with the provisions and Covenants of the International Development Association (Grant No. 68560-ET) Financing Agreement.

Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organisation in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), together with other ethical requirements that are relevant to our audit of the financial statements in Ethiopia, 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.

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

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with the Modified Cash Basis of Accounting described in Note 2 of the financial statements and with the requirements of applicable national laws, and for such internal controls as management determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organisation'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 liquidate the Organisation or to cease operations or have no realistic alternative but to do so.

Auditor's Responsibilities 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 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.

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As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We are 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 Organisation'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Organisation to cease to continue as a going concern.

- 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 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.

ASGB Partners Auditors LLP
Certified Audit Firm
Addis Ababa, Ethiopia
05 January 2026

MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
STATEMENT OF FINANCIAL POSITION
AS OF 07 JULY 2025

CURRENCY: ETHIOPIAN BIRR

	Notes	2025	2024
ASSETS			
Cash at bank and in hand	3	3,016,311,679	2,291,472,723
Account recievable	4	110,314,785	174,915,145
		3,126,626,464	**2,466,387,868**
CURRENT LIABILITIES			
Account payable	5	543,727,531	**5,674,207**
NET ASSETS		**2,582,898,933**	**2,460,713,661**
REPRESENTED BY			
Fund Balance	6	**2,582,898,933**	**2,460,713,661**

Prepared By Belaynesh Mekonnen
Signature
Date 7/01/26

Approved By
Signature
Date 18/01/26

Tessema Geda, MSc,PMP Director, Ethiopia Digital Foundation & Eastern Africa Regional Digital Integration Projects

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MINISTRY OF INNOVATION AND TECHNOLOGY

ETHIOPIA DIGITAL FOUNDATION

PROJECT P 171034, IDA LOAN NO. 68560ET

CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS

FOR THE YEAR ENDED 07 JULY 2025

CURRENCY: ETHIOPIAN BIRR

	Note	2025	2024
RECEIPTS			
DA		-	1,258,952,806
Direct Payment		4,440,422,564	304,863,162
		4,440,422,564	1,563,815,968
OTHER	7	2,738,226,077	69,583,014
TOTAL SOURCES		7,178,648,641	1,633,398,982
USES	8		
Component 1 : Digital economy, enabling legal and regulatory environment		1,123,764,070	467,359,943
Component 2 : Digital Government and connectivity		5,762,019,726	240,067,190
Component 3 : Digital business and enrepreneurship		86,631,985	74,062,449
Component 4 : Project management		84,047,588	59,405,466
TOTAL USES		7,056,463,369	840,895,048
EXCESS OF SOURCE OVER USES		122,185,272	792,503,934

Prepared By Belaynesh Mekonnen

Signature

Date 05/01/26

Approved By

Signature

Date 05/01/26

Tessema Geda,
MSc,PMP Director,
Ethiopia Digital Foundation &
Eastern Africa Regional Digital
Integration Projects

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MINISTRY OF INNOVATION AND TECHNOLOGY

ETHIOPIA DIGITAL FOUNDATION

PROJECT P 171034, IDA LOAN NO. 68560ET

CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS

FOR THE YEAR ENDED 07 JULY 2025

			Currency USD
	Current Quarter	Cumulative Current year	Cumulative Project Life
RECEIPTS			
Deposit to the DA	-	-	63,075,929
Direct Payment	4,080,535	36,166,333	42,767,224
Special Commitment	-	-	-
Reimbursement	-	-	-
Other Income	-	-	-
Total receipts	**4,080,535**	**36,166,333**	**105,843,153**
PROJECT EXPENDITURES BY COMPONENT		-	-
Component 1: Digital economy, enabling legal and regulatory environment	-	-	-
Sub-Component 1.1: Partial privatization of Ethio Telecom	-	6	6,642,929
Sub-component 1.2: Strengthening independent ICT sector regulation	492,253	1,710,098	10,275,296
Sub-component 1.3: Supporting the development of the digital economy	6,015,102	7,066,782	9,029,383
Sub Total	**6,507,355**	**8,776,886**	**25,947,608**
Component 2: Digital government and connectivity	-	-	-
Sub-component 2.1: Digital government and COVID-19 response	2,026,868	32,925,031	38,040,599
Sub-component 2.2: Connecting targeted public institutions to broadband	2,096,226	2,141,151	2,181,527
Sub-component 2.3: Connecting selected educational institutions to broadband	4,124,136	14,377,817	15,835,906
Sub Total	**8,247,230**	**49,444,000**	**56,058,032**
Component 3 – Digital business and entrepreneurship	-	-	-
Subcomponent 3.1 Grants to digital start-ups and digital businesses.	-	-	202,382
Sub-component 3.2 Technical assistance to the MInT	136,763	745,879	1,880,776
Sub Total	**136,763**	**745,879**	**2,083,158**
Component 4: Project management	-	-	-
Hire external Auditor for the annual audit	-	-	-
Salary and other operation expenses of PIU staff	117,464	732,601	2,360,502
Sub Total	**117,464**	**732,601**	**2,360,502**
TOTAL EXPENDITURE FOR THE PERIOD (Sum of Component 1,2,3 and 4)	**15,008,811**	**59,699,366**	**86,449,300**
EXCESS/ (UNDER) OF RECEIPT OVER EXPENDITURES	(10,928,276)	(23,533,033)	19,393,854
ADD: FOREIGN EXCHANGE DIFFERENCE GAIN/(LOSS)	6,317	(159,631)	(194,599)
CLOSING BALNCE	**(10,921,959)**	**(23,692,664)**	**19,199,254**
OPENING BALANCE			
Cash on hand			
Cash at bank- PIU Designated Account	23,104,309	38,559,701	
Cash at bank -PIU Local Account	519,500	1,014,682	
Cash at bank- MoF Designated Account	251,616	251,618	
Cash at bank -MoF Local Account	31,427	71,096	
Cash at bank -MoE Local Account	202,236	9,690	
Cash at bank -ECA Local Account	32,542	35,146	
Account receivable - PIU	6,015,761	3,048,890	
Account receivable - MoE	6,520	-	
Less: Account payable PIU	(42,379)	(98,905)	
Less: Account payable MoE	(318)	-	
Total Opening Balance	**30,121,214**	**42,891,919**	-
Net Fund Available	19,199,254	19,199,254	19,199,254

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MINISTRY OF INNOVATION AND TECHNOLOGY

ETHIOPIA DIGITAL FOUNDATION

PROJECT P 171034, IDA LOAN NO. 68560ET

CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS

FOR THE YEAR ENDED 07 JULY 2025

			Currency USD
Closing balance represented By:			
Cash on hand			-
Cash at bank- PIU Designated Account	21,368,895	21,368,895	21,368,895
Cash at bank -PIU Local Account	444,704	444,704	444,704
Cash at bank- MoF Designated Account	251,616	251,616	251,616
Cash at bank -MoF Local Account	30,110	30,110	30,110
Cash at bank -MoE Local Account	153,847	153,847	153,847
Cash at bank -ECA Local Account	20,569	20,569	20,569
Account receivable - PIU	851,800	851,800	851,800
Account receivable - MoE	-	-	-
Less: Account payable PIU	(3,922,286)	(3,922,286)	(3,922,286)
Less: Account payable MoE	-	-	-
Total Closing balance	19,199,254	19,199,254	19,199,254

Prepared By Belaynesh Mekonnen

Signature

Date 5/1/26

Approved By

Signature

Date 05/02/26.

Tessema Geda,
MSc,PMP Director,
Ethiopia Digital Foundation &
Eastern Africa Regional Digital
Integration Projects

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
STATEMENT OF DISIGNATED ACCOUNT
FOR THE YEAR ENDED 7 JULY 2025

Transfer to ETB a/c with Service Charge	3,030,000	124.3975	376,924,425
Consultancy Service	36,927	125.0917	4,619,286
Consultancy Service	24,483	126.1195	3,087,805
Consultancy Service	18,076	126.4734	2,286,169
Consultancy Service	257,584	127.0471	32,725,277
Consultancy Service	8,416	127.0060	1,068,852
Consultancy Service	43,863	127.2367	5,581,001
Consultancy Service	8,727	127.2367	1,110,435
Consultancy Service	8,104	129.9313	1,052,978
Transfer to ETB a/c with Service Charge	505,000	126.5434	63,904,417
Transfer to ETB a/c with Service Charge	505,000	127.6950	64,485,975
Transfer to ETB a/c with Service Charge	1,010,000	127.6950	128,971,950
Consultancy Service	36,723	129.7495	4,764,801
Consultancy Service	9,350	129.6538	1,212,319
Consultancy Service	8,727	132.0832	1,152,719
Transfer to ETB a/c with Service Charge	1,010,000	130.7673	132,074,973
Consultancy Service	9,818	134.5453	1,320,923
Consultancy Service	107,103	134.5453	14,410,201
Consultancy Service	24,483	134.7245	3,298,456
Consultancy Service	35,091	135.4594	4,753,399
Transfer to ETB a/c with Service Charge	505,000	135.1421	68,246,761
Technical Support	18,363	136.1459	2,500,039
Consultancy Service	16,830	136.1459	2,291,303
Sub total	**17,191,207**		**2,036,481,973**
Closing Balance	21,368,895		175,739,192
Closing Bank Balance at the rate of quarter end	21,368,895	135.4444	**2,894,297,125**
Add: Gain or (Loss) on foreign exchange			**2,718,557,934**
Gain from travel advance refund			**23,217**
Total gain during the year			**2,718,581,151**

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
STATEMENT OF NET ASSET
FOR THE YEAR ENDED 07 JULY 2025

	CURRENCY: ETHIOPIAN BIRR
Balance at 08 July 2023	**1,668,209,727**
Surplus for the year ended 07 July 2024	792,503,934
Balance at 08 July 2024	2,460,713,661
Surplus for the current Year	122,185,272
Balance at 07 July 2025	**2,582,898,933**

1. BACKGROUND

CURRENCY: ETHIOPIAN BIRR

The Ministry of Innovation and Technology (MinT) (formerly known as the Ministry of Science and Technology (MoST), Ministry of Communication & Information Technology, Ministry of Science and Technology) is an Ethiopian government agency responsible for science and technological development in Ethiopia as well as a governing body of communications. It was established as a commission in December 1975 by directive No.62/1975.

Project information

The Ethiopia Digital Foundations Project aims to increase the inclusiveness and affordability of digital services and digital job creation in Ethiopia. Under the project, there are four components designed to enhance.

1. Digital Economy, enabling legal and regulatory environment

- To strength the analogy foundations of the digital economy , in particular policy making and effective regulation for the for the telecommunications sector and for the development of digital entrepreneurship. A strong telecommunications sector is built on market competition, private sector participation and effective, independent regulation - all of which have been lacking in Ethiopia to date.

2. Digital Government and Connectivity

- To is to develop the capacity of GoE to deliver digital services, and to crowd-in private sector investments to improve regional and domestic connectivity infrastructure, to connect public institutions and educational institutions to broadband internet. It will build upon the market opening measures supported in Component 1 to stimulate private-sector-led investment to expand the geographic coverage of broadband networks, to better serve Government institutions, businesses and citizens across the country.

3. Digital Business and Entrepreneurship

- To nurture digital entrepreneurship and incentivize digital businesses to train, regulations and implementation.

4. Project Management

Subject to the Fiduciary Assessment, it is envisioned that the Project Implementation Unit (PIU) will be set up at the Ministry of Innovation and Technology (MInT), to become operational once the project becomes effective.

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CURRENCY: ETHIOPIAN BIRR

2. ACCOUNTING POLICIES

The principal accounting policies adopted by the project are stated hereunder.

2.1 Basis of preparation

These statements has been prepared in accordance with Ethiopian Government manual of federal accounting system which is based on the modified cash bases of accounting.

2.2 currency

These financial statements are prepared in Ethiopian birr.

Transaction at foreign currency are translated to birr at approximate rate of exchange at the date of transaction. Asset and liabilities denominated at foreign currency are translated to birr at exchange rate at the date of balance sheet.

2.3 Income and expenditure recognition

The income is recognized on the basis of actual cash receipt where as expenditure recognition on modified basis.

2.4 Fixed assets

Fixed asset acquired for the project are shown as an expenditure in the year it occurs and reported on memorandum records.

2.5 Foreign currency transaction

Transaction in foreign currencies are translated using the exchange rate prevailing on the date of the transaction.

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 07 JULY 2025

CURRENCY: ETHIOPIAN BIRR

3 CASH AT BANK

	2025	2024
National Bank of Ethiopia DA,, Acct. no. 0102291300002	2,894,297,125	2,212,173,925
National Bank of Ethiopia ETB, Acct. no. 0102291040005	53,990,935	47,848,371
Commercial Bank of Ethiopia Acct. no. 1000438151088	6,241,711	10,364,029
Sub - total MINT	**2,954,529,771**	**2,270,386,325**
Ministry of Finance DA , Acct. no. 0100101300578	9,266,626	4,096,717
Ministry of Finance ETB, Acct. no. 0100101040708	3,065,222	3,107,318
Ministry of Finance ETB , Acct. no. 0100101040707	971,174	971,474
Ministry of Finance USD pool, Acct.no. 0100101300593	24,855,242	10,338,653
Ministry of Education ETB, Acct. no, 0100061040272	20,837,676	555,932
Ethiopian Communicaton Authority ETB, Acct. no. 0103091040003	2,785,968	2,016,304
Sub - total Others	**61,781,908**	**21,086,398**
Total	**3,016,311,679**	**2,291,472,723**

4 ACCOUNT RECEIVABLES

	2025	2024
URANIUS General Trading	82,310,513	-
Safaricom Tel.Ethiopia PLC	23,899,597	23,899,597
Beijing Sino Bridge Tech	3,162,535	-
Ethiopian Shiping and Logestics	893,617	347,690
Yeshurun alemayehu	48,523	-
HBG Trading plc	-	146,809,448
Rohlet Trading plc	-	2,741,238
IE - Smart Communication	-	1,043,657
Staff receivables	-	72,415
MInT Social Club	-	1,100
	110,314,785	**174,915,145**

5. ACCOUNT PAYABLE

	2025	2024
Suppliers payable	518,396,896	1,796,873
Withholding tax	22,658,890	680,510
VAT payable	2,295,518	1,642,792
Employment income tax	270,851	1,036,194
Pension contribution	104,126	517,838
Payable to employee	1,250	-
	543,727,531	**5,674,207**

At year-end, the project recorded Birr 518,396,896 as payables relating to goods, works, and services delivered under the World Bank–financed project. The balance represents eligible expenditures incurred but not yet settled. Payment is expected to be made from subsequent disbursements under the financing agreement and/or counterpart funding. Management has verified that the payable balance is valid, supported by invoices and contracts, and no disputes have been identified.

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CURRENCY: ETHIOPIAN BIRR

6. FUND BALANCE

	2025	2024
Balance brought forward	2,460,713,661	1,668,209,727
Add : Excess of source over uses	122,185,272	792,503,934
Balance carried forward	2,582,898,933	2,460,713,661

7. OTHER INCOME

	2025	2024
Gain/(Loss) on foreign currency exchange	2,738,226,077	69,583,014

8. USES OF FUNDS BY PROJECT COMPONENTS

	Planned/ Budget	Actual utilization	Budget variance	Utilization %age
enabling legal and regulatory environment				
Sub-Component 1.1: Partial privatization of Ethio Telecom	-	500	(500)	#DIV/0!
Sub-Component 1.2: Strengthening independent ICT sector regulation	233,125,076	207,154,295	25,970,781	88.86%
the development of the digital economy	411,673,709	916,609,275	(504,935,566)	222.65%
Sub - total	**644,798,785**	**1,123,764,070**	**(478,965,285)**	**174.28%**
Component 2 : Digital government and connectivity				
Sub-component 2.1: Government and COVID- 19	4,158,785,592	3,763,443,685	395,341,907	90%
targeted public institutions to broadband	956,079,427	283,403,262	672,676,165	30%
selected educational institutions to broadband	1,805,021,701	1,715,172,779	89,848,922	95%
Sub - total	**6,919,886,720**	**5,762,019,726**	**1,157,866,994**	83%
Component 3 : Digital business and entrepreneurship				
Sub-Component 3.1 Grants to digital start-ups and digital	-	-	-	0%
Sub-component 3.2: Technical assistance to the MinT	333,251,884	86,631,985	246,619,899	26%
Sub - total	**333,251,884**	**86,631,985**	**246,619,899**	26%
Component 4 : Project Management EDIP	**218,164,037**	**84,047,588**	**134,116,449**	39%
Total	8,116,101,426	7,056,463,369	1,059,638,057	86.94%

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS
FOR THE YEAR ENDED 7 JULY 2025

CURRENCY: ETHIOPIAN BIRR

Description	Current Quarter	Cumulative current Year	Cumulative Project life
Receipts:			
DA			
Direct Payment	-	-	3,371,404,114.55
Special Commitment	552,597,464.23	4,440,422,563.63	4,805,005,109.96
Reimbursement		-	-
Other Income		-	-
Total Receipt	-	-	-
PROJECT EXPENDITURES BY COMPONENT	552,597,464.23	4,440,422,563.63	8,176,409,224.51
Component 1: Digital economy, enabling legal and regulatory environment			
Sub-Component 1.1: Partial privatization of Ethio Telecom		-	-
Sub-component 1.2: Strengthening independent ICT sector regulation	-	500.04	325,815,566.76
Sub-component 1.3: Supporting the development of the digital economy	65,336,117.75	207,154,294.83	680,442,750.32
Sub Total	798,377,205.71	916,609,275.43	1,022,578,830.98
Component 2: Digital government and connectivity	**863,713,323.46**	**1,123,764,070.30**	**2,028,837,148.06**
Sub-component 2.1: Digital government and COVID-19 response		-	-
Sub-component 2.2: Connecting targeted public institutions to broadband	269,023,741.88	3,763,443,684.89	4,048,111,104.09
Sub-component 2.3: Connecting selected educational institutions to broadband	278,229,467.86	283,403,262.30	285,616,976.30
Sub Total	547,391,562.54	1,715,172,778.85	1,789,619,819.86
Component 3 – Digital business and entrepreneurship	**1,094,644,772.28**	**5,762,019,726.04**	**6,123,347,900.25**
Subcomponent 3.1 Grants to digital start-ups and digital businesses.		-	-
Sub-component 3.2 Technical assistance to the MInT	-	-	11,297,499.92
Sub Total	18,152,393.89	86,631,985.09	150,050,086.44
Component 4: Project management	**18,152,393.89**	**86,631,985.09**	**161,347,586.36**
Hire external Auditor for the annual audit		-	-
Salary and other operation expenses of PIU staff	-	-	-
Sub Total	15,590,789.44	84,047,587.35	171,998,989.60
Total expenditures for the period (Sum of Component 1,2,3 and 4)	**15,590,789.44**	**84,047,587.35**	**171,998,989.60**
Excess / (under) of receipt over expenditures	**1,992,101,279.07**	**7,056,463,368.78**	**8,485,531,624.27**
Add : Foreign exchange difference Gain/ (Loss) - Current Quarter	(1,439,503,814.84)	(2,616,040,805.15)	(309,122,399.76)
NET EXCESS OF RECIPT OVER EXPENDITURE	127,548,481.01	2,738,226,076.70	2,892,021,332.31
	(1,311,955,333.83)	**122,185,271.55**	**2,582,898,932.55**

ASGB Partners Auditors LLP * Certified Audit Firm *

MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS
FOR THE YEAR ENDED 7 JULY 2025

Reconciliation		CURRENCY: ETHIOPIAN BIRR	
Opening balance			
Cash on hand	-		-
Cash at bank- PIU Designated Account	2,998,225,413.61	2,212,173,924.71	
Cash at bank -PIU Local Account	67,414,999.14	58,212,399.61	
Cash at bank- MoF Designated Account	32,651,974.08	14,435,369.33	
Cash at bank -MoF Local Account	4,078,294.40	4,078,792.48	
Cash at bank -MoE Local Account	26,244,008.40	555,932.12	
Cash at bank -ECA Local Account	4,222,913.64	2,016,304.49	
Account receivable - PIU	766,711,383.43	174,915,144.78	
Account receivable - MoE	846,105.00	-	
Less: Account payable PIU	(5,499,542.88)	(5,674,206.82)	
Less: Account payable MoE	(41,282.58)	-	
Total opening balance	**3,894,854,266.24**	**2,460,713,660.70**	
Net Fund Available	**2,582,898,932.34**	**2,582,898,932.34**	-
Closing balance (Net Excess or income over Expenditure+openinning Balance)			**2,582,898,932.34**
Closing balance represented By:			
Cash on hand	-	-	-
Cash at bank- PIU Designated Account	2,894,297,125.37	2,894,297,125.37	2,894,297,125.37
Cash at bank -PIU Local Account	60,232,646.79	60,232,646.79	60,232,646.79
Cash at bank- MoF Designated Account	34,079,970.03	34,079,970.03	34,079,970.03
Cash at bank -MoF Local Account	4,078,294.40	4,078,294.40	4,078,294.40
Cash at bank -MoE Local Account	20,837,675.57	20,837,675.57	20,837,675.57
Cash at bank -ECA Local Account	2,785,967.75	2,785,967.75	2,785,967.75
Account receivable - PIU	110,314,784.90	110,314,784.90	110,314,784.90
Account receivable - MoE		-	-
Less: Account payable PIU	543,727,532.47	543,727,532.47	543,727,532.47
Less: Account payable MoE	-	-	-
Total Closing balance	2,582,898,932.34	2,582,898,932.34	2,582,898,932.34

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Date 05/1/26

Approved By
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Tessema Geda,
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Integration Projects

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS
FOR THE YEAR ENDED 7 JULY 2025

CURRENCY: USD

	Current Quarter	current Quarter	Cumulative Project life
Receipts:			
Deposit to the DA	-	-	63,075,929
Direct Payment	4,080,535	36,166,333	42,767,224
Special Commitment		-	-
Reimbursement		-	-
Other Income		-	-
Total receipts	**4,080,535**	**36,166,333**	**105,843,153**
Project expenditures by component		-	-
Component 1: Digital economy, enabling legal and regulatory environment		-	-
Sub-Component 1.1: Partial privatization of Ethio Telecom	-	6	6,642,929
Sub-component 1.2: Strengthening independent ICT sector regulation	492,253	1,710,098	10,275,296
Sub-component 1.3: Supporting the development of the digital economy	6,015,102	7,066,782	9,029,383
Sub Total	6,507,355	8,776,886	25,947,608
Component 2: Digital government and connectivity	-	-	-
Sub-component 2.1: Digital government and COVID-19 response	2,026,868	32,925,031	38,040,599
Sub-component 2.2: Connecting targeted public institutions to broadband	2,096,226	2,141,151	2,181,527
Sub-component 2.3: Connecting selected educational institutions to broadband	4,124,136	14,377,817	15,835,906
Sub Total	8,247,230	49,444,000	56,058,032
Component 3 – Digital business and entrepreneurship	-	-	-
Subcomponent 3.1 Grants to digital start-ups and digital businesses.	-	-	202,382
Sub-component 3.2 Technical assistance to the MInT	136,763	745,879	1,880,776
Sub Total	136,763	745,879	2,083,158
Component 4: Project management	-	-	-
	-	-	-
		-	-
Hire external Auditor for the annual audit		-	-
Salary and other operation expenses of PIU staff	117,464	732,601	2,360,502
Sub Total	**117,464**	**732,601**	**2,360,502**
Total expenditures for the period (Sum of Component 1,2,3 and 4)	**15,008,811**	**59,699,366**	**86,449,300**
Excess / (Under) of receipts over expenditures	**(10,928,276)**	**(23,533,033)**	**19,393,854**
Add : Foreign exchange difference Gain/ (Loss) - Current Quarter	6,317	(159,631)	(194,599)
Closing balance (Net Excess or income over Expenditure+openinning Balanc	**(10,921,959)**	**(23,692,664)**	**19,199,254**

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
CONSOLIDATED STATEMENT OF SOURCES AND USES OF FUNDS
FOR THE YEAR ENDED 7 JULY 2025

CURRENCY: USD

Opening balance			
Cash in hand			
Cash at bank- PIU Designated Account	23,104,309	38,559,701	
Cash at bank -PIU Local Account	519,500	1,014,682	
Cash at bank- MoF Designated Account	251,616	251,618	
Cash at bank -MoF Local Account	31,427	71,096	
Cash at bank -MoE Local Account	202,236	9,690	
Cash at bank -ECA Local Account	32,542	35,146	
Account receivable - PIU	6,015,761	3,048,890	
Account receivable - MoE	6,520	-	
Less: Account payable PIU	(42,379)	(98,905)	
Less: Account payable MoE	(318)	-	
Total Opening Balance	30,121,214	42,891,919	-
Net Fund Available	19,199,254	19,199,254	19,199,254
Closing balance represented By:			
Cash on hand			-
Cash at bank- PIU Designated Account	21,368,895	21,368,895	21,368,895
Cash at bank -PIU Local Account	444,704	444,704	444,704
Cash at bank- MoF Designated Account	251,616	251,616	251,616
Cash at bank -MoF Local Account	30,110	30,110	30,110
Cash at bank -MoE Local Account	153,847	153,847	153,847
Cash at bank -ECA Local Account	20,569	20,569	20,569
Account receivable - PIU	851,800	851,800	851,800
Account receivable - MoE	-	-	-
Less: Account payable PIU	3,922,286	3,922,286	3,922,286
Less: Account payable MoE	-	-	-
Total Closing balance	**19,199,254**	**19,199,254**	**19,199,254**

Prepared By Belaynesh M
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Date 5/1/26

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Integration Projects

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MINISTRY OF INNOVATION AND TECHNOLOGY
EASTERN AFRICA REGIONAL DIGITAL INTEGRATION PROJECCT
FUND RECEIVED FROM THE BANK AND DISBURSED BY THE BANK
FOR THE YEAR ENDED 07 JULY 2025

Annex - 1

S.No	Date	Application number	Beneficiary name	Payment Currency USD/Birr	Amount	Received by the project USD	Disbursed by the Bank USD	Differn. USD	Disbursement method	Contract amount in USD Excluding Any Tax	Contract amount in ETB	Remark
1	03-Jul-2025	EDFP-DP-B-44	AFRICAN ADVANCED LEVEL TELECOMMUNIC	USD	293,042.50	293,042.50	293,042.50	-	Direct Payment	586,085.00	-	
2	06-Jun-2025	EDFP-DP-B-40	SHENZHEN GREN TECH RF COMMUNICATION	USD	999,097.20	999,097.20	999,097.20	-	Direct Payment	4,995,486.00	597,362.43	Contract amount is Both USD & ETB
3	06-Jun-2025	EDFP-DP-B-39	ZODIAC ICT SOLUTION FZE	USD	141,161.90	141,161.90	141,161.90	-	Direct Payment	1,411,619.00		
4	02-Jun-2025	EDFP-DP-B-38	HBG TRADING FZE for Data Center	USD	635,798.69	635,798.69	635,798.69	-	Direct Payment	3,238,993.43		
5	10-Jun-2025	EDFP-DP-B-37	ANHUI ANTAI TECHNOLOGY CO LTD	USD	72,000.00	72,000.00	72,000.00	-	Direct Payment	12,560,891.20	12,420,000.00	Both USD & ETB
6	09-May-2025	EDFP-DP-B-36	SILCONETWORKS FZE	USD	472,356.18	472,356.18	472,356.18	-	Direct Payment	4,723,561.83	4,174,831.38	Contract amount is Both USD & ETB
7	23-Apr-2025	EDFP-DP-B-35	ZODIAC ICT SOLUTION FZE	USD	1,270,457.10	1,270,457.10	1,270,457.10	-	Direct Payment			
8	16-Apr-2025	EDFP-DP-B-34	BEIJING SINO BRIDGE TECHNOLOGY LTD	USD	60,000.00	60,000.00	60,000.00	-	Direct Payment	13,286,419.00	9,825,000.00	Both USD & ETB
9	15-Apr-2025	EDFP-DP-B-33	HBG TRADING FZE	USD	136,621.37	136,621.37	136,621.37	-	Direct Payment	1,366,213.32		
10	10-Mar-2025	EDFP-DP-B-31	BEIJING SINO BRIDGE TECHNOLOGY LTD	USD	2,229,371.57	2,229,371.57	2,229,371.57	-	Direct Payment			
11	23-Jan-2025	EDFP-DP-B-30	SHENZHEN GREN TECH RF COMMUNICATION	USD	4,229,515.30	4,229,515.30	4,229,515.30	-	Direct Payment			
12	22-Jan-2025	EDFP-DP-B-29	HBG TRADING FZE	USD	192,825.36	192,825.36	192,825.36	-	Direct Payment			
13	17-Jan-2025	EDFP-DP-B-28	AFRICAN ADVANCED LEVEL TELECOMMUNIC	USD	293,042.50	293,042.50	293,042.50	-	Direct Payment			
14	27-Dec-2024	EDFP-DP-B-27	U R A N I S GENERAL TRADING LLC	USD	645,041.15	645,041.15	645,041.15	-	Direct Payment	716,815.25		
15	12-Dec-2024	EDFP-DP-B-25	TECH 5 SA	USD	630,000.00	630,000.00	630,000.00	-	Direct Payment	1,080,000.00		
16	13-Dec-2024	EDFP-DP-B-26	HBG TRADING FZE for Digital MInT	USD	1,036,766.99	1,036,766.99	1,036,766.99	-	Direct Payment			
17	03-Dec-2024	EDFP-DP-B-23	BEIJING SINO BRIDGE TECHNOLOGY LTD	USD	4,333,157.64	4,333,157.64	4,333,157.64	-	Direct Payment			
18	22-Nov-2024	EDFP-DA-B-22	BEIJING SINO BRIDGE TECHNOLOGY LTD	USD	5,251,248.24	5,251,248.24	5,251,248.24	-	Direct Payment			
.19	21-Oct-2024	EDFP-DA-B-21	ANHUI ANTAI TECHNOLOGY CO., LTD	USD	7,470,534.72	7,470,534.72	7,470,534.72	-	Direct Payment			
20	15-Oct-2024	EDFP-DA-B-20	SILCONETWORKS FZE	USD	358,663.40	358,663.40	358,663.40	-	Direct Payment			
21	07-Oct-2024	EDFP-DA-B-19	TECH 5 SA	USD	270,000.00	270,000.00	270,000.00	-	Direct Payment			
22	16-Sep-2024	EDFP-DA-B-18	ANHUI ANTAI TECHNOLOGY CO., LTD	USD	1,253,089.12	1,253,089.12	1,253,089.12	-	Direct Payment			
23	08-Aug-2024	EDFP-DA-B-16	SILCONETWORKS FZE	USD	3,892,542.08	3,892,542.08	3,892,542.08	-	Direct Payment			
			Total		36,166,333.01	36,166,333.01	36,166,333.01	-	-	43,966,084.03	27,017,193.81	

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MINISTRY OF INNOVATION AND TECHNOLOGY
ETHIOPIA DIGITAL FOUNDATION
PROJECT P 171034, IDA LOAN NO. 68560ET
ACCOUNT PAYABLES AND RECEIVABLES AGING
FOR THE YEAR ENDED 7 JULY 2025

Annex-2

CURRENCY: ETHIOPIAN BIRR

Descriptions	Ending Balance	< 3 Month	3-6 months	6 months - 1 year	Remark
Pension contribution payable	104,126.07	104,126.07			Paid on the subsequent period
Income Tax Payable	270,851.19	270,851.19			Paid on the subsequent period
Withholding tax payable	22,658,890.45	22,658,890.45			Paid on the subsequent period
VAT payable	2,295,518.15	2,295,518.15			Paid on the subsequent period
Anhui Antai Tech Co WA No.45	518,396,895.67	518,396,895.67			Paid on the subsequent period (08 July 2025 from WB)
Staff Payable	1,250.94	1,250.94	-		
Total	543,727,532.47	543,727,532.47	-	-	

Account Receivables

Descriptions	Ending Balance	< 3Month	3-6 months	>6 months -1 year	1-2 years	> 2 years	Remark
Yeshurun Alemayehu	48,523.02				48,523.02		
Safaricom Tel.Ethiopia PLC	23,899,597.05				23,899,597.05		
Ethiopian Shipping & Logistics	893,617.44		893,617.44				
Uranius General Trading	82,310,512.87			82,310,512.87			
BEIJING SINO BRIDGE TECH	3,162,534.52	3,162,534.52					
Total	110,314,784.90	3,162,534.52	893,617.44	82,310,512.87	23,948,120.07	-	-

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Integration Projects

MINISTRY OF INNOVATION AND TECHNOLOGY

ETHIOPIA DIGITAL FOUNDATION

PROJECT P 171034, IDA LOAN NO. 68560ET

FIXED ASSET REGISTRATION

FOR THE YEAR ENDED 7 JULY 2025

Annex - 3

NO	Supplier	Item Description	Date of Purchase	PV no	GRN No	Total cost	Warrantee	Location / Initial
1	HBG Trading	Supply & Installation of equipment to upgrade the existing Data Center	9/7/24	PV 03	469460-67	377,565,778.55		MInT
2	Minaye PLC	CEO & Expert Tables & Chair	11/7/24	PV 06	0000013	1,521,709.69		PIU
3	Pro Ramanet Trading PLC	Procurement of flash disk & external Hard disk for PIU staff	15/7/24	PV 11	0000018	292,500.00		PIU
4	Silconetworks FZE	Supply, installation and Commissioning of 24 smart communication roo	2/8/24	PV 39	0205	713,286,743.06		MInT
5	Rohlet Trading	procurement of office equipment for Federal Supreme Court	4/9/24	PV 72	0000206	3,830,292.70		FSC
6	IE Network Solution	Supply of software license for national data cente	9/9/24	PV 73	NA	751,143.20		MInT
7	Anhui Antai Technology	Supply, installation and Commissioning of Core IP Networks for ETHERN	7/11/24	PV 149	0029784	1,632,994,219.18		MoE
8	Beijing Sino Bridge Technolog	Supply, installation & configuration of a prefabricated Modular Data Cer	8/11/24	PV 150	087902-04	2,192,055,859.22		MInT
9	HBG Trading	Supply of Hardware requirements for Digital MInT	14/11/24	PV 157	469458-59	237,012,231.25		MInT
10	Trueal Mechatronics PLC	Smart communication room equipment for Tourism	21/11/24	PV 166	090708-13	8,962,007.50		Tourism
11	ETE	Purchase of 19 Huawei 4G LTE Router	18/12/24	PV 221	42	105,868.06		MInT
12	TESA Import & Export PLC	Procurement of Office Furniture to MInT	23/12/24	PV 227	0000010	5,890,322.82		MInT
13	ZOE Techs Trading PLC	Procurement of office furniture to MInT	23/12/24	PV 228	0000011	3,734,537.91		MInT
14	Gereb Technology PLC	Procurement of smart communication room facilities to Tourism	23/12/24	PV 229	090715-18	8,123,000.00		Tourism
15	Technostyle	Purchase of office furniture for Ethiopian Technology Authority	12/2/25	PV 304	0000128	8,426,416.86		ETA
16	Pro RamaNet Trading PLC	Procurement of office equipment for PIU	17/2/25	PV 305	0000020	2,628,000.00		PIU
17	Kenera International Trading	Supply, installation & maintenance of infrastructure Hardware & Associ	21/2/25	PV 310	NA	32,474,087.20		NID
18	Rohlet Trading	Procurement of Video conference system equipment for Ministry of Tou	14/3/25	PV 342	090719,21	11,269,999.99		Tourism
19	Elite Import & Export PLC	Procurement of Office furniture for ETA	24/3/25	PV 348	629812	1,300,000.00		ETA
20	Elite Import & Export PLC	Procurement of Office furniture for EIPA	24/3/25	PV 348	945355	3,120,000.00		EIPA
21	Mesfin Seyum	Procurement of office equipment for MInT	14/4/25	PV 365	0000014	1,990,999.95		MInT
22	Pro Romanet Trading	Procurement of Laptop computers for MInT	14/4/25	PV 366	0000016	7,465,499.85		MInT
23	Gereb Technology PLC	Supply & installation of smart communication room at Tourism	16/4/25	PV 372	090722	1,725,000.00		Tourism
24	Tesa Import & Export PLC	Procurement of office furniture for MInT	16/4/25	PV 374	0000015	4,945,000.00		MInT
25	Zodiak ICT Solution	Supply of servers and storage for e-service	23/4/25	PV 381	NA	257,764,728.13		MInT
26	Reklan Trading PLC	Purchase of Paper Print Labeling Machine	20/5/25	PV 417	0000022	14,712.00		PIU
27	Elite Import & Export PLC	Purchase of Laptop for House of people representative smart communic	3/6/25	PV 440	0000017	8,995,000.00		HoPR
28	Shenzhen Grentech RF Comm	Supply & Delivery of Biometric Registration Kits	6/6/25	PV 447	337951	677,243,624.77		NID
29	Voltage General Trading	Supply, installation & Implementation of National Data Warehouse	7/7/25	PV 489	NA	34,594,701.95		MInT
		Total				6,238,783,983.84		

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