



Date: November 11, 2021

JOINT PUBLIC STATEMENT

Subject: On status of Bortnychi Sewage Treatment Plant Modernization Project (UKR-P2)

Japan International Cooperation Agency (hereinafter referred to as "JICA") and PrJSC "Kyivvodokanal" (hereinafter referred to as "KVK") continue their efficient cooperation for the implementation of Bortnychi Sewage Treatment Plant Modernization Project, one of the major infrastructure Projects in Ukraine.

In order to clarify and update the current progress of the Project and further possible steps, JICA and KVK would declare on the following:

- KVK and Bidder are on the negotiation stage within the procurement procedure at the moment. Both parties are currently on the way to address all outstanding issues through the ongoing negotiation process.
- Upon the completion of the negotiation stage with the bidder, KVK will notify on its next steps regarding the planning of actual works.
- If no agreement could be reached between KVK and the Bidder, KVK in consultation with Ministry of Finance, will apply for JICA's concurrence to move to other actions to successfully start the project.
- Notwithstanding the delay, the Project remains on track and both parties the creditor (JICA)
 and the executing agency (KVK) are committed to the full and efficient implementation of
 the Project

Regardless this difficult time related to COVID-19 spread all over the world and its substantial impact on business activities, all parties make every effort to accelerate the implementation of the Project.

Sincerely yours,

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(JICA)

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Oleh LYSYUK

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Project information (annex)

Type of financing: Japanese ODA loan under STEP (Special Terms for Economic Partnership) scheme

Eligible country: the General Contractor must be represented by a company from Japan, the subcontracting companies must be represented by companies from any country.

Rule for country of origin: The total cost of goods and services procured from Japan must not be less than 30% of the total amount of the contract(s) (except for consulting services).

Procurement method: Bidding shall be executed by International Competitive Bidding (ICB) and the construction contract shall be formed in a single contract.

<u>Component 1:</u> Technical re-equipment of Block 2 and 3 facilities for ensuring regulatory treatment of the total volume of sewage water for the period of construction of the new Block 1 with arrangement of a system for deodorization of air from Blocks' facilities.

Component 2: Construction of the section of mechanical dewatering of sewage sludge.

Component 3: Construction of technological line of sewage sludge disposal

Component 4: Construction of new Block 1 of the station.