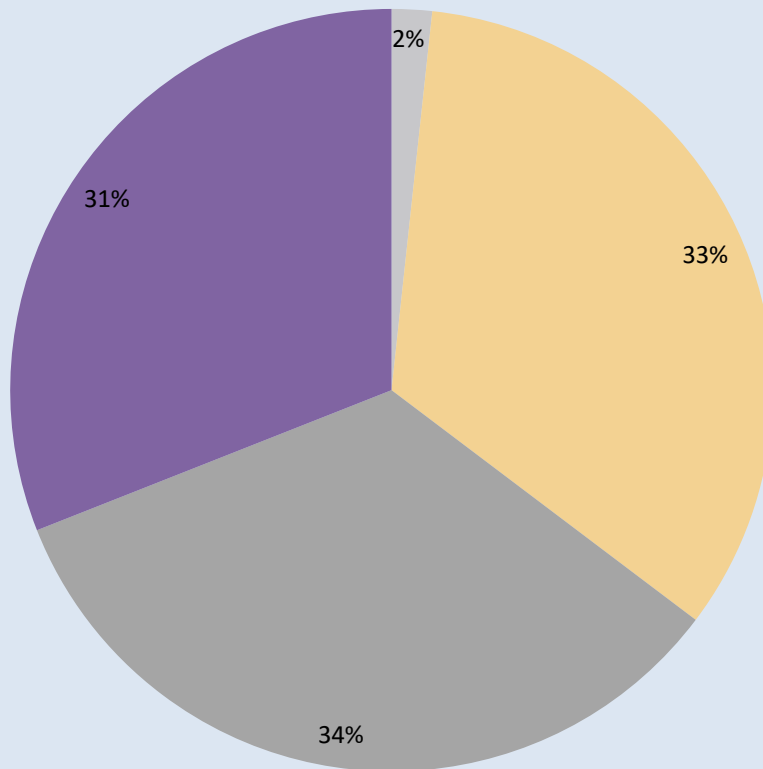




**ECOSOUM**

# FINANCIAL REPORT



**2022**

## INTRODUCTION

This financial report shows the financing of Eco Soum S(ocial) O(riented) N(on)-G(overnmental) O(rganisation) for the fiscal year 2022 and the breakdown of its expenditure.

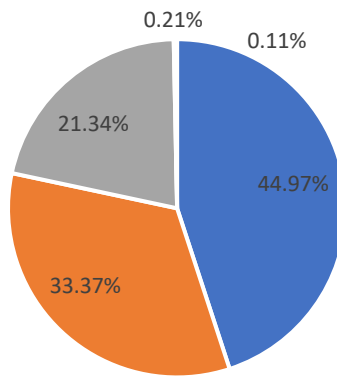
## FUNDING SOURCES

Eco Soum SONGO total funding is 765,238,935 MNT. These funds are for the "Improve the resilience of rural Mongolian communities to climate change through the development of locally available insulation and sustainable construction" project (Agriculture project) , which is being implemented jointly with the PADEM INGO, funded by the Ministry of the Environment, Climate and Sustainable Development of the Grand Duchy of Luxembourg, which started in 2020 and 2021. "Sustainable plastic recycling in Mongolia" project (Waste Management project) which is implemented in cooperation with the Caritas Czech Republic INGO funded by the European Union and "Food sovereignty and resilience to climate change in rural Mongolia" project (Eco Construction project) which was implemented in cooperation with PADEMI NGO in 2022. This includes funding for projects and donations from individuals.

Funding for the project consists of 100 percent grants and community donations. By source of income:

No	Funding sources	Total amount
1	European Union (SWITCH-Asia II program)	340'748'370.07 ₮
2	Ministry of the Environment, Climate and Sustainable Development of the Grand Duchy of Luxembourg	228'389'762.28 ₮
3	Ministry of the Environment, Climate and Sustainable Development of the Grand Duchy of Luxembourg	193'167'396.74 ₮
4	Donation from individuals	1'924'606 ₮
5	Income from recyclables	1'008'800 ₮

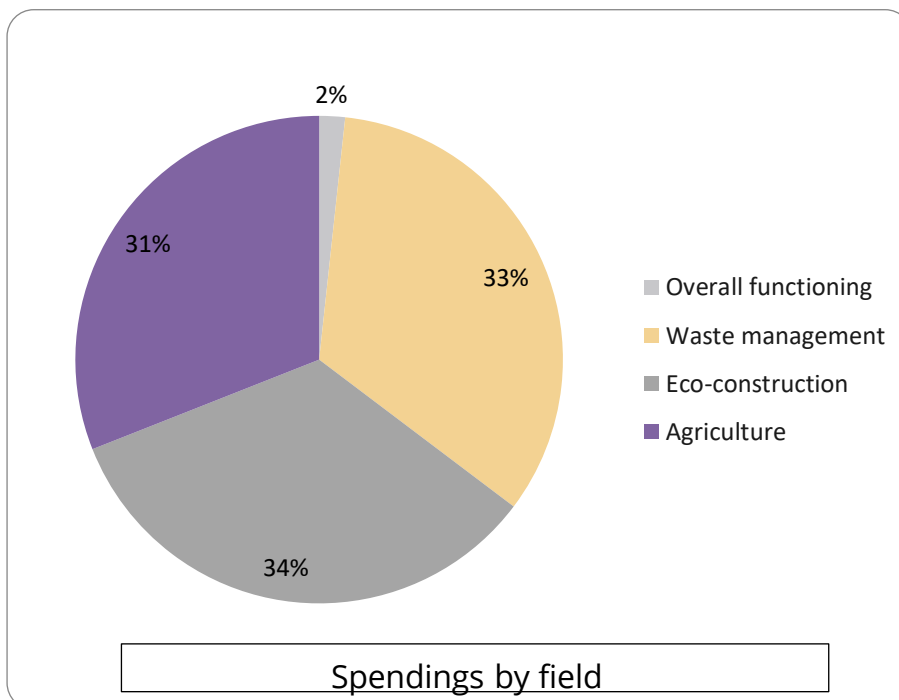
### Funding sources in 2022



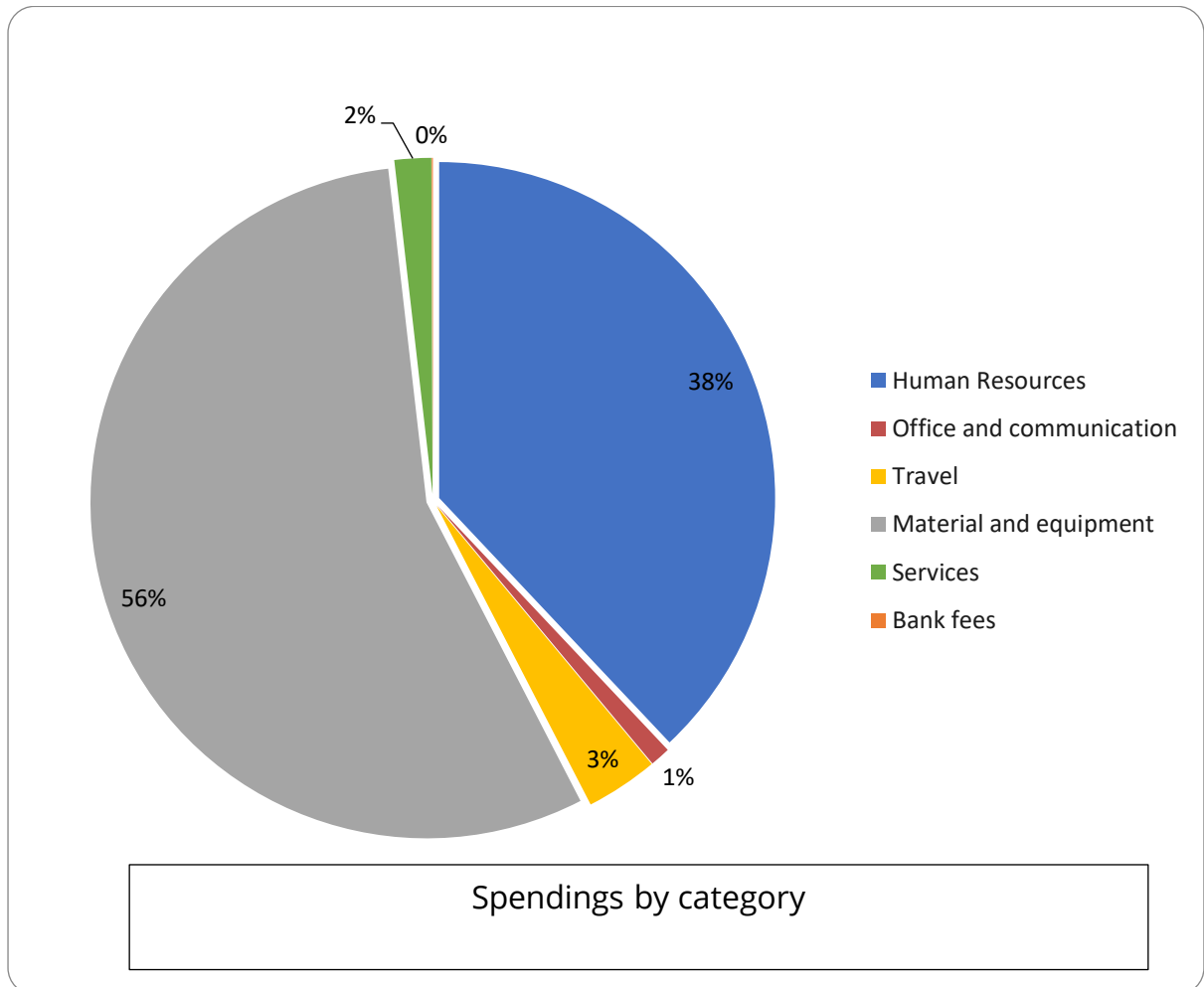
- European Union
- Ministry of Environment, Climate and Sustainable Development of Luxembourg
- Ministry of Environment, Climate and Sustainable Development of Luxembourg
- Grant from individuals
- Recyclables

### TOTAL SPENDING

The total spending of Eco Soum SONGO is 742,860,881 MNT. 31 percent of the total spendings or 230,197,960 MNT for agricultural projects, 33 percent or 249,486,906 MNT for waste management project, 34 percent or 250,482,256 MNT had spent for the Eco construction project and the remaining 2 percent was spent on general operating spending.

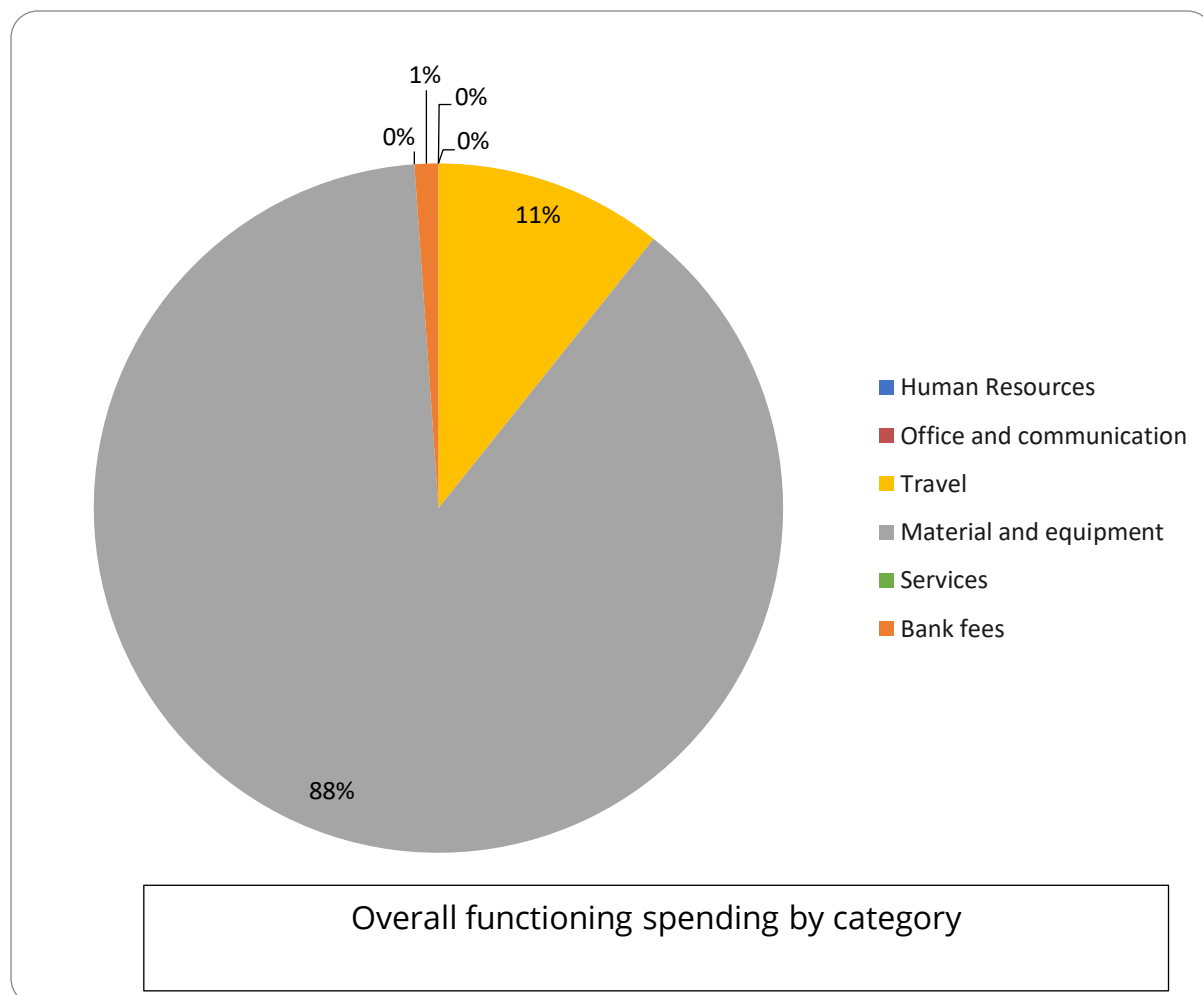


38 percent of the total spending of the above projects was spent on human resources, 1 percent on office and communications, 3 percent on general expenses, 56 percent on materials and equipment, and 2 percent on services.



## OVERALL FUNCTIONING SPENDING

Out of the total cost of overall functioning spending, the cost of material supply is MNT 7,586,306. Of this cost, the cost of materials and equipment is 88 percent, the cost of the mission is 11 percent, and the remaining 1 percent is bank fees and communication costs.

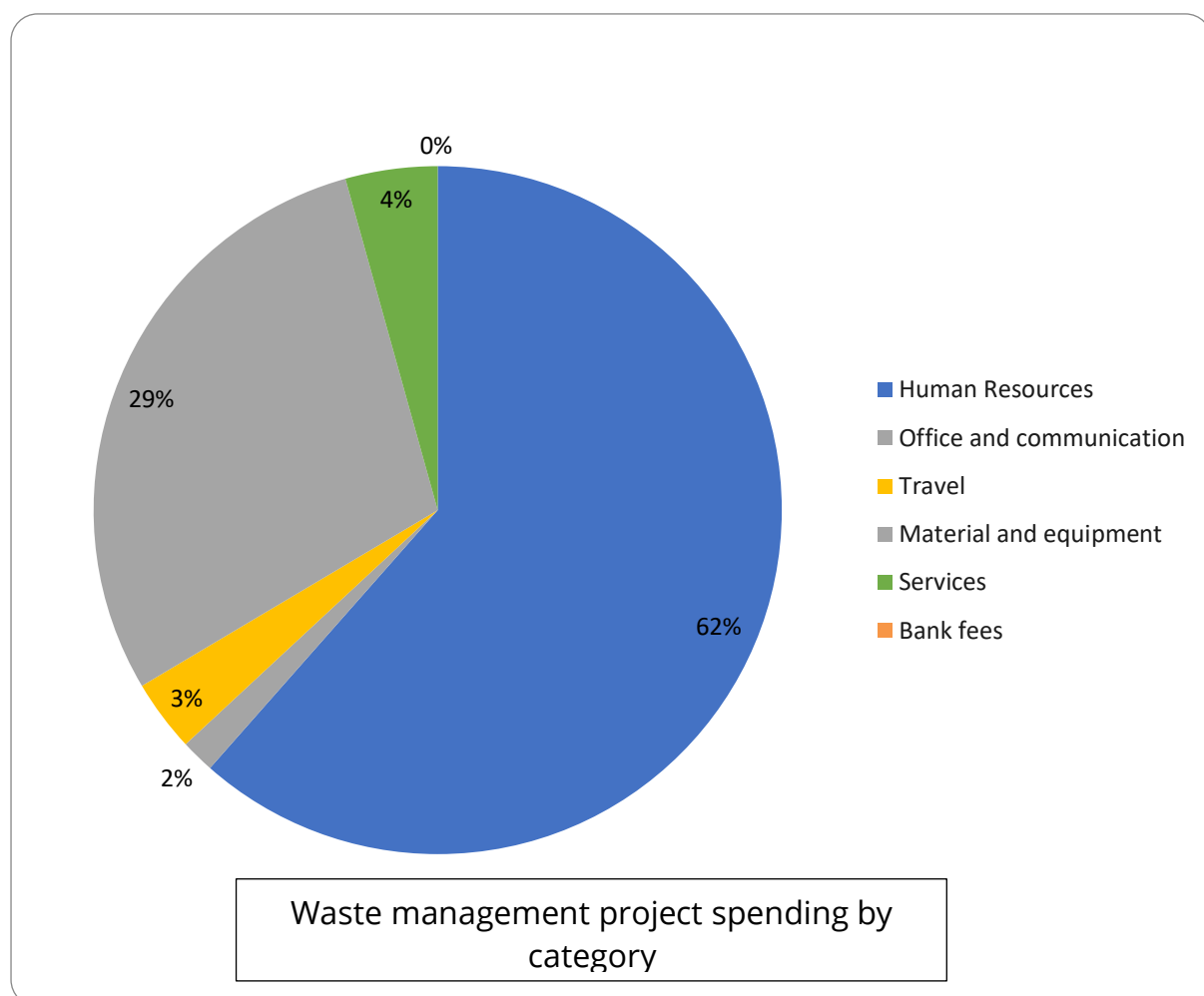


## WASTE MANAGEMENT PROJECT SPENDINGS

62% of the total spending of the waste management project (144,230,067 MNT) is the cost of human resources, which consists of the salaries of 4 people, including the project officer, technical officer, construction engineer, and financial officer.

The spending of material and equipment accounts for 29 percent of the total cost of the project (68,487,710 MNT). Post-construction improvement of the waste management facility and household waste sorting bins, which are being done for all households in Khishig-Undur Soum, are the main expenses.

The spending of travel account for 3 percent of total expenses, office and communication expenses account for 2 percent, and fees paid for services account for 4 percent.

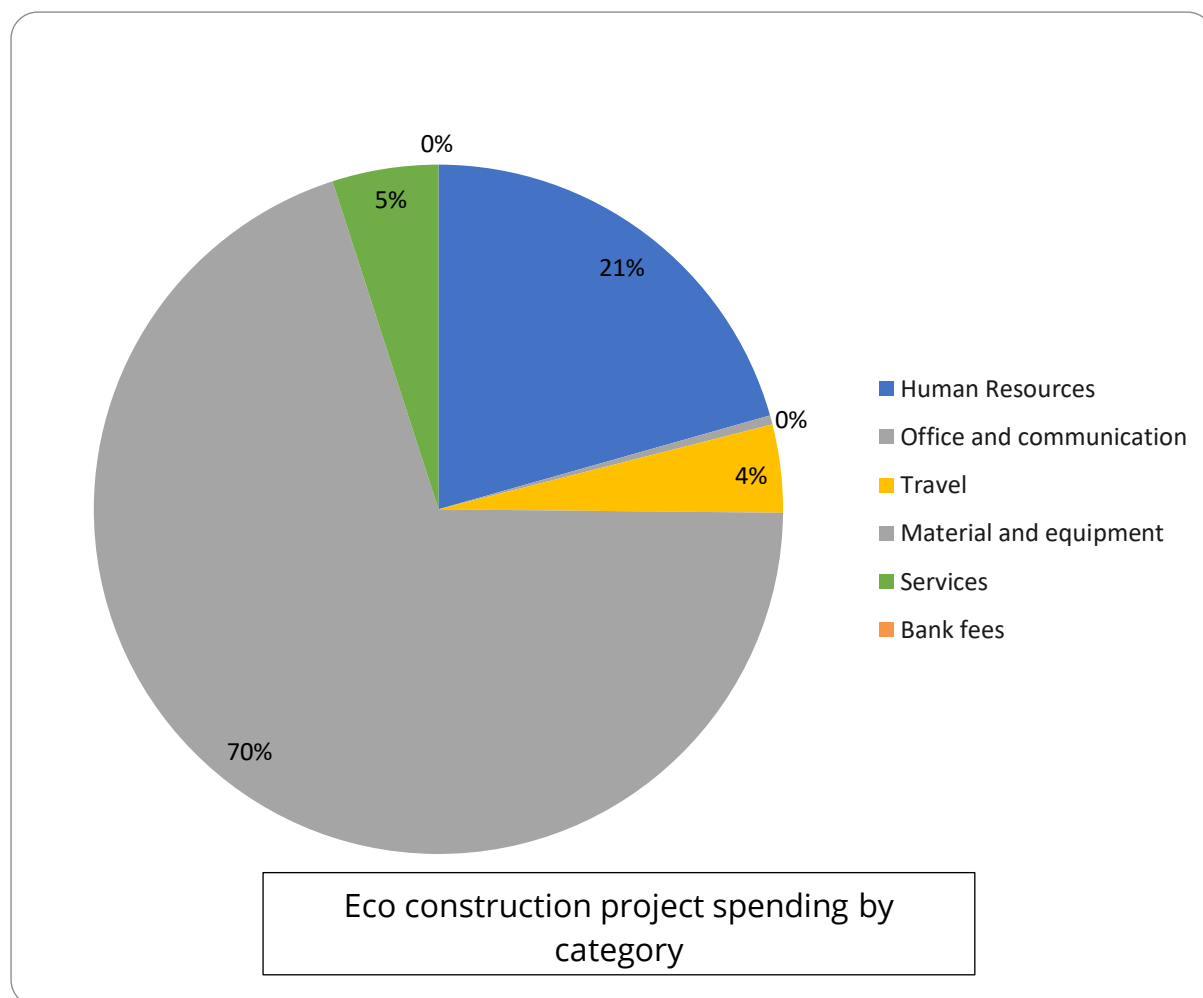


## ECO CONSTRUCTION PROJECT SPENDING

70 percent of the spending of the Eco construction project (174,898,747 MNT) is the cost of materials and equipment. This spending includes the cost of insulation materials for a total of 45 household's house which were the beneficiary of insulation activity in Hishig-Undur soum this year and the cost of winter shelter for rams built in 4 rural baghs.

The cost of human resources is the same as the cost of the waste management project.

The majority of the spending of the travel consist of the procurement expenses that went to Ulaanbaatar city and Erdenet city. The total cost is 10,328,265 MNT. Also, the insulation work done this year and the construction of winter shelters for father animals are included in service costs, this cost accounts for 5 percent of the total cost.



## AGRICULTURE PROJECT SPENDING

The total cost of the agricultural project is 230,197,960 MNT. The agricultural project started with the main goal of developing fruit and vegetable farming in Hishig-Undur Soum, and within the framework of this project, an orchard and a model farm were established in the first year.

89% of the total spending is the cost of materials and equipment, and 8% is the cost of human resources. Materials and equipment cost mainly included fence renovation materials of fruit orchard also the agropark and fruit tree seedlings and other farming machineries. The cost of the travel is 3 percent of the total cost (6,397,576 MNT).

