

QUESTIONS AND ANSWERS

OPEN CALL FOR PROJECT PROPOSALS

NO 2021TC16IPCB006 - 2025 - 4

SO1 "INCREASE THE COMPETITIVENESS OF THE LOCAL ECONOMY AND IMPROVE THE BUSINESS ENVIRONMENT" UNDER PRIORITY 3: "INTEGRATED DEVELOPMENT OF THE BORDER REGION"

No.	Question received	Answer provided
1	Received on 9 June 2025 via e-mail:	
	"Are expenditures made and PAID before signing a subsidy contract eligible for reimbursement?	As a general rule, expenditures are eligible for reimbursement only if they are incurred and paid during the implementation period of the project and in accordance with the provisions set out in the Annex C Draft of subsidy contract.
	Like for example - Project preparation costs?"	
		However, an exception applies in accordance with Section 2.3.3 – Budget
		Category 7: Project Preparation Costs of the Guidelines for Applicants. The
		costs must be clearly linked to project preparation activities, such as:
		The following types of expenditures are eligible under the Project Preparation
		Costs category, provided they are properly documented, clearly linked to the
		preparation of the project, and comply with the applicable procurement and
		eligibility rules: 1. Costs for development of project documentation, including:
		Costs for development of project documentation, including. Feasibility studies;
		Market analyses;
		 Environmental assessments (if applicable);
		 Cost-benefit analyses;
		 Technical or architectural designs (if required by law);
		 Bill of quantities;



o Permits and legal clearances related to the investment.

2. **Costs related to the preparation of the application**, such as:

- External consultancy services for drafting the project proposal;
- Translation of documents;
- Legal or financial expertise necessary for project preparation.

3. Costs for partnership building, including:

- Meetings and travel related to the establishment of crossborder partnerships;
- Organization of preparatory workshops or coordination events.

These costs must be incurred before the submission of the project but can only be reimbursed after approval of the project and signing of the subsidy contract, and only if included in the approved project budget

2 Received on 10 June 2025 via e-mail:

"In regards to the Open Call for Project Proposals for SME's under Priority3 - Integrated Development of the Border Region with the specific objective (SO) 1: "Increase the competitiveness of the local economy and improve the business environment" under the INTERREG VI-A IPA Bulgaria – North Macedonia Programme 2021-2027 I would like to ask the following questions regarding the application process and eligibility requirements of potential applicants:

- 1. You require either a market analysis of similar equipment OR three official offers from different licensed/authorised providers that fully meet the technical specifications. Could you please specify:
 - What format and structure should the market analysis follow?
 - What specific content must be included in the market analysis?
 - What documentation standards are expected?

Also, If a potential supplier submits an official offer during the application phase, are they permitted to participate in the subsequent

1. The marketing analysis should comply with the technical specifications of the equipment. In cases where the equipment is widely available – screenshots from supplier websites/online stores with prices, technical specifications, and access dates should be included. Data from previously completed similar activities by the enterprise, if available – is also a suitable approach to verify the realism of the values. When using data from previous deliveries/activities – official payment documents (e.g., invoices, payment orders, etc.) must be attached to confirm the value. All documents and photos must be dated, the source must be clear, and they must correspond to the specifications.

Also, If a potential supplier submits an official offer during the application phase, are they permitted to participate in the subsequent tender procedure once the project is approved, or does this create a conflict of interest that would exclude them? A supplier could participate in the future tender only if their prior involvement did not give them an unfair advantage or create a conflict of interest that cannot be mitigated. In such cases, the information provided to the participants (potential suppliers) during the application phase shall be publicly



tender procedure once the project is approved, or does this create a conflict of interest that would exclude them?

- 2. Will there be restrictions on the country of origin for the equipment being procured? Specifically, I would like you to clarify if suppliers from non-EU countries (such as Turkey, China, Israel, Serbia, etc.) will be excluded from participating in the tender process due to rule of origin requirements or other regulations/sanctions, etc.
- 3. In reference to the general eligibility criteria stating that applicants must qualify as micro, small, or medium-sized enterprises (SMEs) in line with EU Recommendation 2003/361 and the respective national legislation, we would appreciate your clarification on the following: In case there are differences between the SME thresholds defined by EU law and those set by national legislation (e.g. number of employees, turnover, or balance sheet total), which set of criteria should be used for verifying eligibility under this call?"

available. This ensures transparency and equal access for all potential bidders in the subsequent tender procedure. By disclosing the information submitted at the earlier stage, the contracting authority can prevent any undue advantage and respect the principles of fair competition and equal treatment.

2.Under the (Interreg VI-A) IPA Bulgaria — North Macedonia Programme, procurement must follow the rules set out in **Decree No. 4 of 11 January 2024 (PMS No. 4/2024) and** EU external action regulations, **particularly where** IPA (Instrument for Pre-Accession Assistance) **funding is involved**.

According to the applicable procurement rules:

Suppliers are generally eligible if they are established in:

- o EU Member States, or
- IPA III beneficiary countries (including North Macedonia, Serbia, Turkey, etc.), or
- Countries covered by the EU's Instrument for Preaccession or Neighbourhood policy, or
- Countries having reciprocal access under international agreements with the EU.

Furthermore, the following restrictions and conditions must be observed:

- Suppliers must not be subject to EU sanctions (e.g. under Council Regulation (EU) No 2022/576, which prohibits support to entities linked to the Russian state).
- Contractors must comply with the rules of origin and nationality as per PRAG (Practical Guide to contract procedures for EU external actions), unless a waiver is granted.

The 2021–2027 programme framework does not set a specific requirements regarding the origin of goods and materials. When awarding contracts and



implementing activities under the project, all beneficiaries must comply with the Programme rules and relevant 3.In accordance with the general eligibility criteria outlined in the Guidelines for Applicants, all applicants must qualify as micro, small, or medium-sized enterprises (SMEs) based on: EU Recommendation 2003/361, and The **respective national legislation** of the applicant's country of registration. Where there are differences between the thresholds defined by EU law and those in national legislation (e.g. regarding the number of employees, annual turnover, or balance sheet total), the criteria set out in the applicable national legislation shall prevail for the purposes of verifying SME status under this call. The Attachment 4: SME Definition User Guide is available as a reference tool to support this assessment, particularly with regard to the EU-level criteria. According GfA, Section 2.1 Eligibility of SMEs, Partners must meet all the following conditions: 1. Be legally established entities under the national laws of their country. 2. Be registered and operational by December 31, 2022, within the Bulgaria-North Macedonia program area. 3. Qualify as micro, small, or medium-sized enterprises (SMEs) according to EU Recommendation 2003/361 and respective national legislation, with at least 51% private capital.

3

"In relation to the published call for cross-border cooperation, we would like to kindly ask whether it is acceptable for a company to apply if it is registered with its headquarters in Kavadarci, Republic of North Macedonia, but its entire production process takes place in Valandovo, Republic of North Macedonia, which is duly recorded in the property deed.

4. Have their **main economic activity** in one of the following sectors as per NACE rev. 2.1:



	Additionally, the company is registered under an activity code for the cultivation of agricultural crops but is also engaged in the processing of agricultural products into final food products."	 Manufacturing (C): Includes food products, beverages, textiles, apparel, leather, wood products, paper, printing, rubber/plastic products, metals, fabricated metal products, electronics, electrical equipment, machinery, vehicles, furniture, repair and maintenance. Water supply, sewerage, waste management and remediation (E): Non-hazardous waste collection, materials recovery, landfilling, remediation services. Accommodation and foodservices (I): Hotels, holiday and short-stay accommodations. Transportation and storage (H): Warehousing and storage. Human health and social work activities (R): All related codes. Arts, sports and recreation (S): All related codes. Be directly responsible for preparing and managing the project, not acting as intermediaries
4	Received on 13 June 2025 via e-mail: "I would like to request clarification regarding the eligibility of applicants under the current call for proposals. If a company is legally registered in a NACE sector that is not among the eligible ones (e.g., 46.39, trade), but it operates a registered branch office located in the eligible programme region and operating under an eligible NACE code (e.g., 22.22 – manufacture of plastic packaging), and the proposed investment will be fully implemented within this branch – is such an applicant considered eligible?"	The requirement according to the GfA is that applicants must "be legally established entities according to the national legislation of the state on whose territory they are located;" 'Legal entity' means a natural person or an entity created and recognized by law as a legal person. It must have legal personality and, acting on its own account and in its own name, be able to exercise rights and be subject to obligations. 'Branches' — Are not regarded as legal entities, since they do not have legal personality distinct from that of their mother-company. The fact that they are registered in national official registers is not relevant. It will be their mother-company that will be considered as legal entity for the purposes of the legal entity validation. (as per Rules for legal entity validation, LEAR appointment and financial capacity assessment https://ec.europa.eu/info/funding-tenders/opportunities/docs/2021-2027/common/guidance/rules-lev-lear-fca_en.pdf Meaning that a branch is



IPA	Bulgaria - North Macedonia	
		not considered as a separate legal entity, rather it is considered as the same entity as its parent.
5	Received on 20 June 2025 via e-mail:	A branch of a SME, which is registered at Chambers of Commerce in eligible area and operate in eligible area, even tax registration is done, remains part of the main organization but does not have legal independence/is not a legal entity . It can be concluded that the branch of a SME is not eligible according the p. 2.1. from the Guidelines for Application. 1. In case the project proposal envisages rental costs:
	 "Please answer to us following questions: The facility in which my company operates is owned by me (as founder and manager) and my wife. Can I pay rent for this facility if I conclude a 10-year contract for the use of the business facility for the company's needs? Does the SME have to participate in the financing of project activities? If so, what percentage and what part of the budget is recommended? Can a state university, as a scientific institution, be a partner in the project or not" 	The described contracting practice—whereby a company pays rent to its own founder, manager, or other related persons—is strongly discouraged. Such arrangements pose a clear potential conflict of interest and undermine the principles of transparency, objectivity, and fair competition. These concerns are especially critical in the context of public procurement or projects financed by the European Union, where strict compliance with ethical and financial integrity standards is required. Failure to adhere to these principles may lead to financial corrections and recovery of funds. In case the project proposal envisages the performance of investment activities: According to the Guidelines for applicants all investment activities have to be performed on respective partner-owned property or secured through a long-term lease agreement with minimum duration of 10 years as of the date of submission of the project proposal. The Guidelines do not impose any restrictions regarding the contracting parties between whom the lease agreement is concluded. 2. The public support provided under the (Interreg VI-A) IPA Bulgaria — North Macedonia Programme is granted at 100% intensity, and no co-financing is required. However, each SME may choose to contribute additional own co-financing to support the project's implementation. Any such own contribution will be subject to verification.
		3. Only SMEs are eligible as partners under this specific call.



Under Section 2.1, the Guidelines explicitly state that eligible applicants must:

- 1. Be legally established entities under the national laws of their country.
- 2. Be registered and operational by December 31, 2022, within the Bulgaria–North Macedonia program area.
- 3. Qualify as micro, small, or medium-sized enterprises (SMEs) according to EU Recommendation 2003/361 and respective national legislation, with at least 51% private capital.
- 4. Have their main economic activity in one of the following sectors as per NACE rev. 2.1:
- -Manufacturing (C): Includes food products, beverages, textiles, apparel, leather, wood products, paper, printing, rubber/plastic products, metals, fabricated metal products, electronics, electrical equipment, machinery, vehicles, furniture, repair and maintenance.
- Water supply, sewerage, waste management and remediation (E): Non-hazardous waste collection, materials recovery, landfilling, remediation services.
- Accommodation and foodservices (I): Hotels, holiday and short-stay accommodations.
- Transportation and storage (H): Warehousing and storage.
- Human health and social work activities (R): All related codes.
- Arts, sports and recreation (S): All related codes.
- 5. Be directly responsible for preparing and managing the project, not acting as intermediaries.

State universities or research institutions are not eligible partners under this call.

However, they may provide external expertise or services (e.g. training, analysis, R&D) through subcontracting (Budget Category 4: External Expertise).



6	Received on 26 June 2025 via e-mail: "Can I submit a food processing project with the main code 15.500 - Mixed farming? (Of course, I would also open an additional activity)"	Please refer to the answer provided for Question 3
7	Received on 27 June 2025 via e-mail: "We plan to submit a project proposal for two topics. The first topic should be "Integrated technological line for sustainable drying and smart packaging of agro-products", and the second topic should be Digitization of Air-based Solar Heating and AIR purification. Two companies from Macedonia and two from Bulgaria will participate. The lead partner from Macedonia produces dryers and air collectors, the first partner produces packaging equipment in Bulgaria, the second Macedonian partner assembles IT equipment, the third partner produces controllers for solar systems, and other hardware equipment. Is the proposal in accordance with the project rules?"	Based on the Guidelines for Applicants for the Interreg VI-A IPA Bulgaria – North Macedonia Programme (Priority 3, SO1), your proposed project appears to be in line with the programme rules. Moreover, both topics described "Integrated technological line for sustainable drying and smart packaging of agro-products," and, "Digitization of Air-based Solar Heating and AIR purification," both align well with the Specific Objective 1 (SO1): Increase the competitiveness of the local economy and improve the business environment. The described company activities (manufacture of dryers, air collectors, packaging, IT, and solar controllers) appear to fall within the eligible sectors. However, please observe the following criteria's as well: Verify SME registration, legal status, ownership and eligibility under NACE codes. Ensure project duration is between 12–24 months. Relevant technical designs, environmental assessments, and investment justifications, especially for works or equipment. Clearly demonstrate cross-border benefits and integration in the application and inclusion of "soft measures".
8	Received on 30 June 2025 via e-mail: "I would like to kindly ask for clarification regarding the eligibility of certain types of projects for the upcoming call: Hotel: Is it possible to apply with a hotel that is currently under construction? The support that we will ask covers only the interior furnishing of the hotel.	Please refer to the answer provided for Question 3



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	Given that the hotel is still in development, the applicant does not currently generate revenue from this business code. Would such a candidate be considered eligible for application?	
	Olive Oil Production:	
	The registered business activity code is "Olive Cultivation", however, the olives are cultivated exclusively for the production of olive oil and not for direct sale. Total revenue of the company is from olive oil sale. The production facility has already been built, and the project would involve the installation of a production line. Would this type of project be considered acceptable?"	
9	Received on 30 June 2025 via e-mail:	Please refer to the answer provided for Question 3
	"We were reviewing the Interreg OPEN CALL FOR PROJECT PROPOSALS for SME's (Bulgaria – North Macedonia) and were wondering if non-profits are eligible to be co-applicants/partners on this call? We did not find that option in the guidelines (it seems as they are not) but considering that also capacity building is foreseen in this call, it was not quite clear to us"	
10	Received on 4 July 2025 via e-mail:	1. Please try downloading the document "Explanatory notes for Annex 8" in Word format from the same link in the post, located in the post below: https://ipa-bgmk.mrrb.bg/index.php/en/node/260
	Regarding the call BG- MK for SME's please clarify these questions:	
	 we have difficulties in opening the document Explanatory notes for Annex 8 https://ipa- 	Once you open the page, scroll down to find the Word version , which is easier to access and edit.
	bgmk.mrrb.bg/index.php/en/node/260. Could please point us on the right link and give us detailed explanations how to fill Annex 8 - Phase 1.	As for detailed instructions on how to fill in Annex 8 – Phase 1 , we will provide you with step-by-step guidance shortly in a separate reply.
	 If one of the partners in the project decides to hire experts for project management - BK4, the contract with experts should be signed before applying or after. 	
	Signed before applying of after.	2. The contract with the experts should be signed after signing the Subsidy Contract.



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	 Is it applicable if one of the partners decides to hire experts for project management - BK4 - and the other partner goes with personal resources - BK1. 	3. Each partner can choose the most appropriate budget category for project management activities based on their internal capacity and needs.	
11	Received on 4 July 2025 via e-mail:	1. Programme Area Eligibility and Registration	
	We are Almero doo from Gostivar, Polog region and we produce mattresses. We have a branch office in Shtip. Can we participate in the IPA program with the subsidiary for the production of non-ecological sponges in the cross-border cooperation program with Bulgaria?	 Your location and the location of your branch are crucial for eligibility: The Programme area in North Macedonia comprises the North-East, the East, and the South-East NUTS III statistical regions, consisting of 27 municipalities. To be eligible, entities must be "registered and operating not later than 31.12.2022 in the programme area". They must also be "legally established entities according to the national legislation of the state on whose territory they are located". The requirement according to the GfA is that applicants must "be legally established entities according to the national legislation of the state on whose territory they are located;" 'Legal entity' means a natural person or an entity created and recognized by law as a legal person. It must have legal personality and, acting on its own account and in its own name, be able to exercise rights and be subject to obligations. 'Branches' — Are not regarded as legal entities, since they do not have legal personality distinct from that of their mother-company. The fact that they are registered in national official registers is not relevant. It will be their mother-company that will be considered as legal entity for the purposes of the legal entity validation. (as per Rules for legal entity validation, LEAR appointment and financial capacity assessment https://ec.europa.eu/info/funding-tenders/opportunities/docs/2021-2027/common/guidance/rules-lev-lear-fca_en.pdf Meaning that a branch is 	



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		not considered as a separate legal entity, rather it is considered as the same entity as its parent.
		2. Eligibility of Main Economic Activity (NACE Codes)
		Main economic activities, mattress production and sponge production, fall under the C MANUFACTURING division in the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1), which is an eligible division for this call.
		 Manufacture of rubber and plastic products (C.22) could potentially cover sponge production, depending on the materials used.
		Therefore, your general economic activities appear to be in line with the Programme's requirements, provided they are your main economic activity as verified by official certificates.
		The information regarding eligible NACE codes for economic activity can be found in Section 2.1 "Eligibility of SMEs and entrepreneurs" of the "Guidelines for Applicants".
		More specifically, this information is detailed as criterion 4) under this section. This criterion describes the required main economic activities according to the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1). The list of eligible divisions/classes begins on Page 19 and continues on Page 20 of the document.
12	Received on 8 July 2025 via e-mail: Hereby I would like to ask for clarification regarding the assessment of financial stability following the Open Call for SMEs under Priority 3 of the cross-border cooperation program:	The financial indicators used in the Financial Stability Coefficient (FSC) are calculated at the project level, using the average values of the indicators for each project partner. This approach ensures a fair and unified scoring process for the project as a whole.



In Attachment 5 three indicators are indicated, which are involved in the calculation of the coefficient for financial stability: Gross added value, EBITDA and the ratio of weighted EBITDA to the value of allowable costs. The way to calculate each of the indicators is also given, indicating that the coefficients must be calculated for the project as a whole on the basis of the average values for each of the partners.

There is also a rule that "If the Lead Partner or one of the partners in the project receives a score of 0 according to one or more criteria for financial capacity", then this partner must be excluded from the project, and if there are only two partners, the project is cancelled.

Question 1: The assessment of financial stability according to individual indicators is done for each partner separately and monitored for a possible assessment of zero points, and then averaged, or is only the averaged assessment taken into account? Please explain.

Question 2: If the assessment of financial stability according to individual indicators is made for each partner, then according to the indicator "weighted EBITDA ratio to the value of the allowable costs" is it calculated on the basis of the total allowable costs for the entire project or only for the budget of the respective partner? I am asking for clarification on the above two questions and in the event that the intentions are necessary, to direct them by competence to the TCM Directorate in MRRB for the preparation of corrected Attachment 5, where these clarifications will find their place.

However, to ensure the financial reliability of all participants, each partner is also assessed individually against the same financial indicators. This serves the purpose of identifying if any partner receives a score of zero (0) for any individual financial indicator.

2. The indicator "Comparability between the weighted EBITDA value and the total eligible project costs" is primarily calculated at the project level, consistent with the approach used for the other two indicators.

This means:

The average weighted EBITDA of all partners is compared to the total eligible project costs to determine the project-level score.

However, as with the other indicators, an individual calculation is also required per partner to determine whether any partner's individual weighted EBITDA, when compared to their own share of eligible costs, results in a score of zero (0).

13 Received on 8July 2025 via e-mail:

My name is, Owner of AMDE TECH PLTD, a European SME specializing in the recycling and refurbishment of mobile devices and electronic components. We recently learned about the Interreg VI-A IPA Bulgaria–North Macedonia Programme 2021–2027, Priority 3 (Specific Objective 1) aimed at increasing SME competitiveness and fostering cross-border cooperation.

1. Eligibility Criteria for Companies Active in Mobile Device Recycling and Repair

For AMDE TECH PLTD to be eligible for funding under this programme, it must cumulatively meet several criteria:

Legal Establishment and Operational Presence in the Programme
 Area: Your company must be a legally established entity according
 to the national legislation of the state where it is located. Crucially,



Could you please provide more information on this call, in particular:

- 1. Eligibility criteria for companies active in mobile device recycling and repair.
- 2. Application procedures and key deadlines.
- 3. Opportunities for participation without existing Macedonian partners, or support in finding a suitable local partner.

We are very interested in contributing our expertise in circular-economy solutions for mobile electronics and would welcome any guidance you can offer.

it must also be **registered and operating not later than 31.12.2022 in the programme area** between Bulgaria and North Macedonia.

- The Programme area in Bulgaria includes the NUTS III districts of Blagoevgrad and Kyustendil (23 municipalities).
- The Programme area in North Macedonia includes the North-East, East, and South-East NUTS III statistical regions (27 municipalities)
- Main Economic Activity (NACE Codes): Your main economic activity, "recycling and refurbishment of mobile devices and electronic components," falls under eligible NACE rev.2.1 divisions.
- C MANUFACTURING is an eligible division. Specifically, C.26
 Manufacture of computer, electronic and optical products is listed as eligible, and refurbishment could fall under this or potentially C.32 Other manufacturing.
- The information regarding eligible NACE codes for economic activity can be found in Section 2.1 "Eligibility of SMEs and entrepreneurs" of the "Guidelines for Applicants".
- More specifically, this information is detailed as criterion 4) under this section. This criterion describes the required main economic activities according to the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1). The list of eligible divisions/classes begins on Page 19 and continues on Page 20 of the document.

2. Application Procedures and Key Deadlines

- Submission Deadline: The deadline for submission of project proposals in the JEMS system is September 15, 2025, at 17:00 EEST (Bulgarian local time). Applications submitted after this deadline will be automatically rejected.
- Application System: Project proposals must be submitted entirely in electronic form using the Joint Electronic Monitoring System (JEMS) at https://jems-bgmk.mrrb.bg/. No paper submission is required.



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 Language: The Application Form and all Annexes must be filled in English. Supporting documents issued by national/local authorities should be attached in their original language, accompanied by a translation into English. The translated version will prevail for evaluation purposes. Guidelines and Documents: It is highly recommended to carefully read the "Guidelines for Applicants" and the adopted Programme Document, available on the Programme website (https://ipabgmk.mrrb.bg/). Project Duration and Funding: Projects under SO1 have a duration of between 12 to 24 months. The minimum grant amount per project is 300,000 EUR, with a maximum of 600,000 EUR. Each partner SME can request a minimum of 100,000 EUR and a maximum of 300,000 EUR. The EU contribution is 85%, with a 15% national public cofinancing from both Bulgaria and North Macedonia. Investment Component: Your project proposal should mainly include investment activities (works, supply, etc.) representing at least 65% of the total eligible costs. "Soft Measures": Projects must also include "soft measures" (e.g., studies, trainings, networking, awareness-raising campaigns), but 	
their eligible costs shall not exceed 35% of the total eligible project cost.	
 Required Documents: A comprehensive list of mandatory Annexes (A1-A9) and Supporting Documents (B1-B7) is provided in the Guidelines, covering legal status, financial statements, NACE certificates, de minimis aid declarations, DNSH declarations, and specific documentation for investment activities (e.g., ownership/lease agreements, environmental permits/statements, technical designs, market analyses for equipment). 	



2. Climate proofing self-assessment

Bulgaria - North Macedonia 3. Opportunities for Participation Without Existing Macedonian Partners, or Support in Finding a Suitable Local Partner Mandatory Cross-border Partnership: The programme is a crossborder cooperation initiative. It is an absolute mandatory requirement that the project must include at least one partner **SME from each side of the border region** (i.e., one from Bulgaria and one from North Macedonia) acting in full spirit of cooperation. Failure to comply with this requirement will lead to elimination at the eligibility assessment stage. Partners must cooperate mandatorily in joint **development** (project designed together) and **joint** implementation (activities carried out and coordinated between partners), and additionally in one or both of joint financing or joint staffing. The minimum number of partners in a project is two (2), including the Lead Partner, while the maximum shall not exceed four (4). 1.1 Project Partnership Agreement (PPA) must explicitly describe how the Received on 8 July 2025 via e-mail: 14 project preparation costs will be shared among the project partners. The project preparation expenditures must be incurred no later than the 1. Project preparation costs? project proposal submission date. To be eligible for reimbursement, the - According to the guideline - The details of how preparation costs will project has to be approved for financing by the Monitoring Committee and to be shared by the project partners need to be included in the Project be concluded Subsidy contract with the Managing Authority. The reimbursement is in a form of a lump sum of EUR 12 000 (project preparation Partnership Agreement. Is there anything else that has to be additionally added to the PPA except the project preparation costs? expenditures for projects). - Also, a declaration of no double funding for project preparation has to The amount shall be included in the respective project lead partner's budget at the application stage and reported by the lead partner in the first partner be submitted. Is there an accredited template for it, or the document should be drafted by the applicants? report at implementation stage. - Should the project preparation costs be paid before being reported for reimbursement or not? 1.2 The Partner Declaration (Annex A3) already includes provisions on double

template.

funding, and it applies to all expenditures, including those related to project

preparation. No separate declaration is required beyond the existing



- In the annexes there is an excel document A8 Climate proofing self-assessment. In the guideline section 3.3 Documents for information it is mentioned about an explanatory note for climate proofing assessment (A8.1). I couldn't find that kind of document in the annexes?
 Is annex A8 Climate proofing self-assessment mandatory for every type of investment or only for construction activities?
- 3. B6 Supporting documents concerning INVESTMENT activities
- Are all listed documents (B6.1 B6.7) listed in the guideline mandatory only for construction activities or both for construction and supply of equipment?
- B6.4 Which public institution in Bulgaria is issuing the letter stating that the project proposal is eligible according to the current River Basin Management Plans and Flood Risk Management Plans ? Please confirm that this document is asked only for the Bulgarian partners (as stated in the Guideline), as in the Info-session presentation in Blagoevgrad it was presented like this: Копие от писмо, в което се посочва, че проектното предложение е допустимо съгласно действащите планове за управление на Речните басейни; Планове за управление на риска от наводнения

(БГ)/Планове за управление на басейни и документи с еквивалентно значение (МК);

- B6-5 Explanatory note for the envisaged prevention measures for avoiding pollution of water bodies in emergency organization (if applicable) Please clarify this type of needed document / note?
- 4. Annex 7 DSNH Self assessment
- At page 41 of the guideline it is stated that Annex 7 DSNH Declaration should be signed, dated and provided by each partner. However, in the documents package, there is a template for Annex 7 referring only to the Lead partner.

Is annex 7 mandatory for all the partners (we just change Lead partner with Project partner) or it has to be signed, dated and provided only be the Lead partner?

2.

GfA 3.2. Supporting Documents (B)

Annex A8 Climate proofing self-assessment must be filled and presented for the investment activities only.

GfA 2.2 Eligibility of Activities - 2.2.3 Eligible Activities

Investment component incudes operations budgeted within BC 5. Equipment costs and BC 6. Costs for infrastructure and works according to the GfA p.2.3.3. List and description of Eligible Expenditures per budget categories.

3.

GfA 3.2. Supporting Documents (B)

In addition to all annexes (A1-A8 and supporting documents (B1-B5), the supporting documents (B6.1 - B6.7) must be presented for the investment activities only - BC 5. Equipment costs and BC 6. Costs for infrastructure and works - and in line with the national legislations.

GfA 3.2. Supporting Documents (B) - B6. Supporting documents concerning INVESTMENT ACTIVITIES

Supporting document B6.4. Copy of letter issued by the relevant body clearly stating that the project proposal is eligible according to the current River Basin Management Plans and Flood Risk Management Plans must be issued by The Basin Directorate "West Belomorski Region" (BDBR) - for Bulgarian partners. For Macedonian partners applicable is the relevant body according to the national legislation.

GfA 3.2. Supporting Documents (B) - B6. Supporting documents concerning INVESTMENT ACTIVITIES

Supporting document B6.5. Explanatory note for the envisaged prevention measures for avoiding pollution of water bodies in emergency situations by respective organization - issued in original language and English translation signed/ signed with qualified electronic signature by respective partner as true copy – presented as a free format document and if applicable.



5. Blagoevgrad info – day presentation

- In this presenation uploaded on your official website there is on slide for the mandatory supporting documents (B1 - B5). There is only a slide for the annexes (A) and the supporting documents concerning INVESTMENT ACTIVITIES (B6.1 - B6.7 and B7)

Can you please send a list of the mandatory supporting documents in Bulgarian language?

15 Received on 9 July 2025 via e-mail:

Our company wants to apply under the open call for proposals for SME, INTERREG VI-A IPA Bulgaria – North Macedonia Programme 2021-2027. The company is operating under the following code: 46.87 Wholesale ot waste and scrap according to the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1). Part of our activity is the collection of non-hazardous waste (paper, metal etc.), which is included under code 38.11 under the procedure. Is our company an eligible candidate under the current call for proposals? Do we need to undertake a procedure for adding code 38.11 to our license or won't be necessary?

4.

GfA 3.1. Annexes (A)

DNSH declaration – signed and dated should be filled in according to the template and provided by each project partner. Annex 7 Self-assessment for compliance with the DSNH principle must be submitted by all partners.

GfA 3.2. Supporting Documents (B)

Supporting documents should be provided and submitted together with the Application form. For Bulgarian language, please refer to the slide 32 from presentation "Eligibility of Applicants Activities Expenditures".

One of the mandatory general eligibility criteria for SMEs and entrepreneurs is that the company must have its **main economic activity** in specific divisions according to the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1).

- Your company's stated NACE code: 46.87 "Wholesale of waste and scrap" Upon reviewing the list of eligible NACE rev.2.1 divisions in the source document, NACE code 46.87 is not explicitly listed as an eligible "main economic activity.
- Your activity: "collection of non-hazardous waste (paper, metal etc.), which is included under code 38.11"
 - NACE code E.38.11 "Collection of non-hazardous waste"
 IS explicitly listed as an eligible main economic activity under the Division "E WATER SUPPLY, SEWERAGE, WASTE MANAGEMENT AND REMEDIATION ACTIVITIES".

Based on the eligibility criteria, your company is an eligible candidate only if NACE code 38.11 "Collection of non-hazardous waste" is officially registered as your main economic activity. If your current main economic



activity is 46.87, your company would **not be considered eligible** for this call for proposals as it does not meet the specific NACE code requirement.

Regarding the need to undertake a procedure for adding code 38.11 to your license:

- The guidelines clearly state that the "main economic activity" must be one of the listed NACE codes.
- To prove your main economic activity, applicants are required to submit "Certificates issued by the responsible Authority in each country verifying the main economic activity (according to NACE rev. 2, clearly indicating the main NACE activity and the complementary NACE activities, issued in the original language from the respective authority, and English translation signed / signed with qualified electronic signature by respective organization as true copy."
- Therefore, if 38.11 is currently only a part of your activities and not your officially registered main NACE code, then yes, you would need to undertake a procedure to change your primary registered NACE code to 38.11 to meet this specific eligibility criterion. Without this formal change, even if you perform activities under 38.11, if it's not your designated "main economic activity," you would not be eligible. The procedure for such a change would depend on your national legislation, which is outside the scope of the provided sources.

The information regarding eligible NACE codes for economic activity can be found in **Section 2.1 "Eligibility of SMEs and entrepreneurs"** of the "Guidelines for Applicants".

More specifically, this information is detailed as **criterion 4)** under this section. This criterion describes the required main economic activities according to the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1). The list of eligible



		divisions/classes begins on Page 19 and continues on Page 20 of the document.
16	Received on 15 July 2025 via e-mail:	Please refer to the answer for question 15
	We are in communication with a company from Bulgaria to create a partnership relationship for the current call, so we want to make sure if any of the activities from the list can be candidates from R. Bulgaria?	
	Код основна дейност - 5914 — прожектиране на филм - 5630 — дейност на питейни заведения - 6820 — даване под наем на собствени недвижими имоти - 0113 — отглеждане на зеленчуци - 4941 — транспортна дейност — товарен автомобилен транспорт - 8020 — дейности в областта на техн. с/ми за сигурност - Сдружение за култура — НПО — 9499 — дейност на други организации с нестопанска цел.	
17	Received on 25 July 2025 via e-mail:	The information regarding eligible NACE codes for economic activity can be found in Section 2.1 "Eligibility of SMEs and entrepreneurs" of the "Guidelines for Applicants".
	Hello, Can I get information whether the activity under code 46.33 - Wholesale of dairy products, eggs and edible oils and fats is acceptable for application.	More specifically, this information is detailed as criterion 4) under this section. This criterion describes the required main economic activities according to the Statistical Classification of Economic Activities in the European Community (NACE rev.2.1). The list of eligible divisions/classes begins on Page 19 and continues on Page 20 of the document.
18	Received on 28 July 2025 via e-mail: Regarding the published OPEN CALL FOR PROJECT PROPOSALS for SME's (https://ipa-bgmk.mrrb.bg/en/node/249) under Priority3 - Integrated Development of the Border Region with the specific objective (SO) 1:	A partner company that has reported a negative financial result (loss in the Profit/Loss Accounts) in the previous three fiscal years cannot apply for this call for proposals because financial stability is a key eligibility criterion. Applicants must demonstrate sufficient financial capacity to ensure proper project implementation, provide co-financing where required, and sustain



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	"Increase the competitiveness of the local economy and improve the business environment"	project results after completion. A consistent negative financial performance indicates a higher financial risk, which does not meet the program's requirements.
	I have a question regarding the financial aspect of the partners.	However, please note that this is not an official opinion. The final assessment of the financial capacity of applicants and partners is
	Can a partner company that has a negative financial result (Loss in the Profit/Loss Accounts)	determined by the Assessment Working Group (AWG) during the evaluation process
	in the previous 3 fiscal years apply for this call of proposals?	
19	Received on 29 July 2025 via e-mail: Regarding the call Interreg CBC BG- MK for SME's and the supporting documents concerning investment activities, specifically B6.6. Approved Detailed Works Design, part B, does all supply activities related to equipment need to present Technological production line scheme(s)/plan(s) and Explanatory note on the technical solutions planned (pg 45 of GfA)?	The technological production line plans and the accompanying explanatory note detailing the planned technical solutions are part of the mandatory investment documentation.
20	Received on 30 July 2025 via e-mail: Regarding the call Interreg CBC BG- MK for SME's and budget category 7, since is lump sum, does it need to be justified through actual incurred costs? If so, during which period should the costs be incurred – from the date the call was published until the application submission?	In order to be eligible for reimbursement, the project preparation expenditures must indeed be incurred and fully documented before or on the date of submission of the project proposal. All supporting documents, such as invoices, acceptance protocols, and lists, must be issued within this period and kept for audit purposes. The lump sum of EUR 12,000 must be included in the lead partner's budget at the application stage and, if the project is approved for financing by the Monitoring Committee and a Subsidy Contract is concluded with the Managing Authority, it will be reimbursed in the form of a lump sum and reported by the lead partner in the first partner report during the implementation stage.



20 20 202 20	Bulgaria - North Macedonia	
21	Received on 05 August 2025 via e-mail:	
	According to the Open Call for Project Proposals for SMEs under Priority 3 – Integrated Development of the Border Region under the Interreg VI-A IPA Bulgaria – North Macedonia Programme, would it be considered a problem or an obstacle to eligibility if a legal entity that has already submitted an application and documentation for funding under the IPARD programme also applies for a grant within the framework of the Cross-border Cooperation Programme between Bulgaria and North Macedonia (INTERREG VI-A IPA)? Is there a risk of conflict or double funding, even if the application concerns different activities or a different part of the investment?	In this case, if the application relates to different activities or to a distinct part of the investment, this would not be considered double funding. This does not constitute a final opinion. The circumstances mentioned will be confirmed during the project evaluation by the Assessment Working Group.
22	Received on 05 August 2025 via e-mail:	
	Applicability of Annex 8 for Equipment-Only Investments In accordance with the current programme guidance, Annex 8 – Climate Proofing Self-Assessment is required primarily for operations involving infrastructure or construction works. For investments that only involve the acquisition of manufacturing equipment and machinery, and do not include any construction, renovation, or infrastructure development, submission of Annex 8 is not required. We are planning investments only in manufacturing equipment. Can you confirm that we should not consider the Annex 8 if we dont have construction / re-construction activities?	Yes, according to the GfA 3.2. Supporting Documents (B) Annex A8 Climate proofing self-assessment must be filled and presented for the investment activities only. GfA 2.2 Eligibility of Activities - 2.2.3 Eligible Activities Investment component incudes operations budgeted within BC 5. Equipment costs and BC 6. Costs for infrastructure and works according to the GfA p.2.3.3. List and description of Eligible Expenditures per budget categories.
23	Received on 06 August 2025 via e-mail: Regarding the call Interreg CBC BG- MK for SME's we have several questions regarding:	The data on the average number of employees for previous years is available through the official financial statements, which are submitted to the Central Registry of the Republic of North Macedonia in accordance with the Company Law and the Accounting Law. B4. Certificates for Headcount annual work unit.



- Supporting document B4. Certificates for Headcount annual work unit for two years, and regarding the macedonian partners, is the data in Balance sheet and profit (see image below) sufficient? Because the labour agency does not have the possibility to issue such documents for two years (only current situation or flow from the start of the company).
- Is the document Annex A6 De Minimis State Aid Declaration obligatory for the Macedonian partner? And
 - How is state aid defined for macedonian partners? Is that aid from the government of the Republic North Macedonia ? For example does the Financial Support General Key points from the Law on Financial aid is considered state aid?
 - Also, please clarify this example if Macedonian partner in the past had EUR 300.000 grant from EU INSTRUMENT FOR PRE-ACCESSION (IPA) RURAL DEVELOPMENT PROGRAMME - IPARD:
- Is that partner eligible for project grant? and

What is the max sum that will be eligible?

 In the document Attachment 5. Assessment and Selection of Applicants on page 5 is noted that the document: Documentary and other evidence (issued in original language and English translation signed/signed with qualified electronic signature by respective organization as true copy) on the most recent legal status of North Macedonian partners is provided (issued not later than 6 months prior the date of application) it contains all the attributes described in Section 5 of the Guidelines for Applicants. - is this document obligatory? Because this document is not mentioned in the GFA. Headcount Certificate: A document showing how many persons are employed in the legal entity on a given date. AWU — Annual Work Unit: A unit representing one employee working full-time for the entire year. For example:

If someone worked half-time for one year \rightarrow this equals 0.5 AWU. If 2 persons each worked full-time for 6 months \rightarrow this equals 1 AWU. In North Macedonia, this information is usually obtained or confirmed by:

- Central Registry of the Republic of North Macedonia (CRNM)
- Public Revenue Office
- Auditor / Certified Accountant

If a document is required for programme applications, it is often prepared by a licensed accountant or auditor. They issue a statement or report with confirmed AWU figures, based on internal records and accounting documentation

3.2 Under the open call for project proposals No 2021TC16IPCB006 – 2025 – 4 public support is granted to the enterprises under de minimis regulation The total amount of de minimis aid to a single undertaking is EUR 300,000 over any period of three years prior to the date of grant.

If the Declaration for de minimis aid is submitted on February 9, 2024, for example, the three-year period covers February 9, 2022, to February 9, 2025.

Should be considered that De minimis aid granted in accordance with Article. 5 para. 1 of Regulation (EU) No 2023/2831 may be cumulated with de minimis aid granted in accordance with Commission Regulation (EU) No 2023/2832. It may be cumulated with de minimis aid granted in accordance with other de minimis regulations up to the relevant ceiling laid down in Article 3, para. 2 of Regulation (EU) No 2023/2831.

In connection with the accumulation of de minimis aid under different de minimis regulations, in line with the European Commission's guidance on the amended rules for de minimis aid, the following should be considered:

De minimis aid under Regulation (EU) 2023/2831 + de minimis aid under Regulation (EU) 1408/2013 + de minimis aid under Regulation (EU) 717/2014 for a three-year period accumulates up to EUR 300,000



Extract from balance sheet (average employes for two years based on work hours):

1		202,200 207)		İ.	l	
	257	Просечен број на вработени врз основа на часови на работа во пресметковниот период (во апсолутен износ)	45,00			45,00

- In accordance with the Law on State Aid ('Official Gazette of the Republic of North Macedonia' No. 145/2010 and amendments), every beneficiary is obliged to submit a statement on the use of de minimis state aid. The declaration is mandatory also for the Macedonian partners, since both national and European regulations provide for a cumulative check of the de minimis limits.
- For Macedonian partners, State aid includes financial support provided by the Government of the Republic of North Macedonia or its institutions. In accordance with Article 2 of the Law on State Aid, this also includes measures under the Law on Financial Support of Investments, as well as other programs of the Government of the Republic of North Macedonia.

The financial support schemes under the Law on Financial Support of Investments (Закон за финансиска поддршка на инвестициите) are considered state aid measures.

They fall under the definition of state aid because they provide enterprises with public financial resources (grants, subsidies, incentives, etc.) that could affect competition.

Therefore, if an SME has received such support, it must be declared under the de minimis or other state aid framework when applying for EU/IPA programmes.

• Not every EU-funded grant is "state aid" in the de minimis sense. IPARD (Instrument for Pre-accession Assistance for Rural Development) is usually classified as sectoral support under the EU Common Agricultural Policy framework – not de minimis aid.

So, if the €300,000 was received under IPARD that does not automatically count against the €300,000 de minimis ceiling.

The use of a grant from IPARD does not represent an obstacle for applying within this call. However, upon the approval of the project, verification



will be carried out to prevent double financing for the same activity or the same part of the investment.

The maximum that can be received under the current call is €300,000, providing that applicant have not already consumed any de minimis allowance in the last 3 years.

- The maximum amount of the grant that can be awarded is the one defined in the Guidelines for Applicants of INTERREG VI-A IPA Bulgaria North Macedonia.
- Yes, the document on the most recent legal status of the Macedonian partners is mandatory. As valid proof, an Extract of Current Status issued by the Central Registry of the Republic of North Macedonia is accepted, not older than 6 months, in original and translated into English, certified by an authorized court translator.

24 Received on 14 August 2025 via e-mail:

1. Eligibility of machinery from non-EU countries

Could you please confirm whether the purchase of machinery manufactured in China would be considered an eligible investment under the programme rules? Additionally, could you advise on the procedure or criteria to verify in advance whether a specific machine is eligible?

2. Environmental Impact Assessment requirements for Macedonian partners

As a Macedonian partner, when submitting Annexes A and B for the purchase of machinery, are we required to provide a document or official statement from the relevant Macedonian authority (e.g., Ministry of Environment) regarding the environmental impact assessment – specifically, whether such an assessment is needed or not? Or is there an alternative way to meet this requirement?

3. Financial capacity calculation threshold

In the presentation on the screening rules, financial capacity is assessed through three coefficients with weighting factors. Could you please clarify what the minimum threshold is for these indicators in order for Under the (Interreg VI-A) IPA Bulgaria – North Macedonia Programme, procurement must follow the rules set out in Decree No. 4 of 11 January 2024 (PMS No. 4/2024) and EU external action regulations, particularly where IPA (Instrument for Pre-Accession Assistance) funding is involved.

According to the applicable procurement rules:

Suppliers are generally eligible if they are established in:

- o EU Member States, or
- IPA III beneficiary countries (including North Macedonia, Serbia, Turkey, etc.), or
- Countries covered by the EU's Instrument for Pre-accession or Neighbourhood policy, or



our company/project to be considered eligible to proceed further in the screening process? If possible, we would appreciate a more detailed explanation of the calculation method and assessment criteria.

Countries having reciprocal access under international agreements with the EU.

Furthermore, the following restrictions and conditions must be observed:

- Suppliers must not be subject to EU sanctions (e.g. under Council Regulation (EU) No 2022/576, which prohibits support to entities linked to the Russian state).
- Contractors must comply with the rules of origin and nationality as per PRAG (Practical Guide to contract procedures for EU external actions), unless a waiver is granted.

The 2021–2027 programme framework does not set a specific requirements regarding the origin of goods and materials. When awarding contracts and implementing activities under the project, all beneficiaries must comply with the Programme rules and relevant

2. All projects that include rehabilitation of facilities, works, or supply of equipment must comply with national environmental legislation.

At application stage, partners must show proof that the planned investment does not require an Environmental Impact Assessment (EIA) or that an EIA has been completed (if required).

The Guidelines explicitly allow for:

Approved/certified technical documentation (if applicable);

EIA decision (positive or stating "no EIA required");

Official statement/confirmation from the relevant institution (Ministry of Environment and Physical Planning of North Macedonia, or delegated local authority).

For machinery purchases without construction, usually no EIA is required; however, Macedonian partners must provide an official confirmation from the competent authority that EIA is not applicable.



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		3. The project assessment includes three core financial indicators which has weights attached to them to make a single financial stability coefficient (FSC) and no minimum threshold will be applied. The weights have been carefully chosen to strike a balance between operational efficiency and financial capacity. The implemented methodology prioritizes recent financial performance, the last two completed financial years (N-1 and N-2). Each of three financial indicators (Weighted Gross Value Added Ratio, Weighted EBITDA Profitability Ratio and EBITDA vs. Total Eligible Project Costs) will bring max. 10 points during the screening process. Weighted Gross Value Added Ratio = Personnel Expenses + Depreciation + Operating Profit) / Net Sales Revenue. Weighted EBITDA Profitability Ratio = Operating Income - Operating Expenses + Depreciation) / Net Sales Revenue. EBITDA vs. Total Eligible Project Costs evaluates whether an SME has sufficient operational earnings to cover the costs of the project. Instead of requiring large absolute EBITDA values, the assessment considers relative EBITDA strength. For more details and screening rules, please see Guidelines for applicants (GfA) p. 6. Assessment and Selection of Applications, III. Financial Capacity
		Check and Attachment 5. Assessment and Selection of Applicants.
	Received on 15 August 2025 via e-mail:	
	1. In the Bulgarian format of the Income and Expenditure Statement, the following expense categories are available, based on which the financial indicators of the applicant enterprise are assessed, which are part of the evaluation criteria: Amortisation and depreciation expenses" (code 10400 of the expenditure	1. In the financial statements of applicants from the Republic of North Macedonia, depreciation and amortization expenses are reported according to the national accounting standards. These encompass all relevant costs and are considered equivalent to the corresponding expense categories used in the Bulgarian format of the Income and Expenditure Statement.
	part of the ODA) Amortisation and depreciation expenses (code 10400 of the expenditure part of the ODA) Amortisation and depreciation expenses of fixed tangible and intangible assets" (code 10410 of the expenditure part of the ODA)	2. Detailed information on the evaluation criteria related to the financial capacity of applicants is explained in Attachment 5: Assessment and Selection of Applicants. The table provided is intended to help all potential partnerships calculate their individual coefficients.



At the same time, in the format of the Income and Expenditure Statement of enterprises from the Republic of North Macedonia, only the following expense category is available: 218 Depreciation of tangible and intangible assets.

Please clarify which line of the Income and Expenditure Statement of enterprises from the Republic of North Macedonia should be taken as equivalent to "Amortisation and depreciation expenses" (code 10400 from the expenditure part of the ODA) from the Bulgarian format of the Income and Expenditure Statement.

2. The evaluation criteria related to the financial capacity of the applicants state that "The coefficients need to be calculated for the entire project based on the average values of the coefficients of the project partners."

At the same time, a table with weighted coefficients is also provided. Please explain with a specific example how the overall score for the project should be calculated.

26 Received on 26 August 2025 via e-mail:

- 1. Is it necessary to submit bids (offers, invoices, bank statements) from clients , according to project preparation costs, during the submission phase of the application, or will this be required if our application is selected to be funded?
- 2. The business premises of North Macedonian lead partner are privately owned by the owner of the company and his wife. Is it justified to conclude a contract for renting space from the owner of the space to the owner of the company (that is, one and the same person) by stating that the rent is 0 (zero) euros for a period of 10 years (there will be no rent for 10 years). Does that contract need to be notarized or is it
- 1. Project preparation costs must be incurred before the submission of the project but can only be reimbursed after approval of the project and signing of the subsidy contract, and only if included in the approved project budget. Since preparation costs are reimbursed as a lump sum, you do not need to present supporting documents, such as bids, offers, or invoices, that prove these expenditures have been incurred and paid for project preparation. The lump sum is a fixed amount for these costs. But they are still a subject to verification.
- 2. In case the project envisages the purchase of supplies, which need to be permanently installed, it is necessary to submit an ownership act or a long-term lease agreement with minimum duration of 10 years.

The previous answer for business premises was: "In case the project proposal envisages rental costs:



sufficient to have a contract signed by both parties? This is in order to avoid a conflict of interest, according to our question to you in June 2025.

- 3. Our products air solar collectors and hybrid solar dryer machines for vegetables and fruits are oversized. Air solar collectors have dimensions of 1m*2m*0.15 m or larger. Hybrid dryers also. The procurement of raw materials is quite bulky. The dimensions of the polycarbonate sheets are $2.1 \text{ m} \times 6 \text{ m}$ or $2.1 \text{ m} \times 3.5 \text{ m}$. The aluminum sheets and metal profiles cannot be transported by ordinary car. We need a van. Our previous van was 30 years old, and we sold it last year. Now we do not have a van or similar vehicle. Is this purchase allowed?
- 4. We do not have an electronic signature. Is it enough at the application submission stage for the documents to be signed and stamped, and then scanned?
- 5. Question regarding the budget prices for items such as external expertise and services, equipment, infrastructure and works. Example: We planned a certain item for 10,000 euros, but the market price decreased to 8,000 euros. On the other hand, a certain price was planned for 7,000 euros, but increased to 8,500 euros on the market. Are small adjustments allowed in the budget after the project is approved?

"The described contracting practice—whereby a company pays rent to its own founder, manager, or other related persons— is strongly discouraged. Such arrangements pose a clear potential conflict of interest and undermine the principles of transparency, objectivity, and fair competition. These concerns are especially critical in the context of public procurement or projects financed by the European Union, where strict compliance with ethical and financial integrity standards is required. Failure to adhere to these principles may lead to financial corrections and recovery of funds". But, if the rent is 0 (zero) euros, conflict of interest is avoid and a contract signed by both parties will be sufficient.

3- The purchase of a van for the project is not explicitly listed as an eligible expenditure. However, under **Budget Category 5: Equipment costs**, eligible items include "IT hardware and software; furniture and fittings; laboratory equipment; machines and instruments; tools or devices; and **other specific equipment needed for operations**".

For equipment to be eligible, it must be **clearly and strictly linked to the project and exclusively used for the project implementation**. If the van is essential for the transportation of bulky raw materials and products directly related to the project's operational activities and its exclusive use for the project can be justified, it *might* be considered under "other specific equipment needed for operations".

This does not constitute a final opinion. The circumstances mentioned will be confirmed during the project evaluation by the Assessment Working Group.

- 4- Yes, it is sufficient for documents to be signed and stamped, and then scanned, for submission at the application stage.
- 5 According to Project Implementation Manual (PIM) p. 97, section 8.5 Budget changes: Modifications related to budget changes can be budget reallocation between project partners, reallocation between budget categories and reallocation inside of a budget category.

Furthermore according to Guidelines for applicants (Gfa) p. 3.2. Supporting Documents (B) - B7: In order the overcome the impact of future inflation and



price instability, the expenditures included in the budget based on the above market analysis could be increased with the average of the national inflation of the last 3 years before the application submission, but not more than 10% In addition, project partners may present separate documents with justification of expenditures planned in the budget for implementation of different activities. These documents will be taken into account during the assessment, budge
optimization and projects' content modifications procedures and pre-