

INVEST IN ARMENIA



REPUBLIC OF ARMENIA



Capital City
Yerevan



Currency
Armenian dram AMD
Currency Rates / 2021 average
1 USD = 523 AMD



Total Area
29,743 km²



Population
2.9 million



Governance
Parliamentary Republic



Language
Armenian
(Russian and English are widely used)



Time Zone
UTC/GMT +4

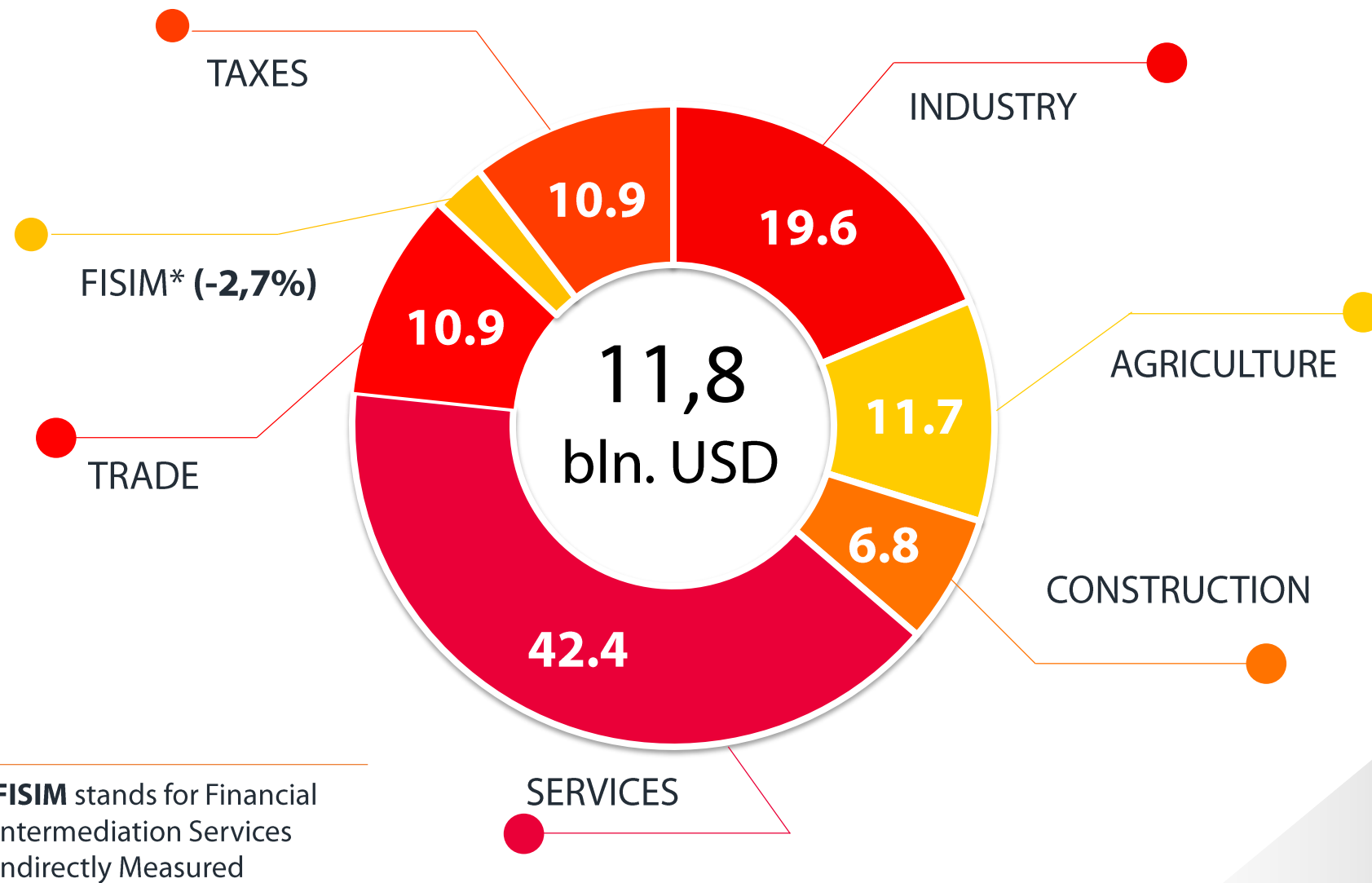


Domain
.am

GDP STRUCTURE 2020



DIVERSIFIED
ECONOMY



ECONOMIC RATING

DOING BUSINESS INDEX 2020

Among 190 countries

47



WORLD BANK GROUP

ECONOMIC FREEDOM INDEX 2020

Among 186 countries

34



OECD FDI REGULATORY RESTRICTIVENESS INDEX 19

Among 70 countries

10

Including all OECD
countries and G20



OECD

WHY ARMENIA

FDI LEGISLATION

OWNERSHIP



100% ownership of resident legal entities is permitted for foreigners

EQUAL TREATMENT



Legal regime no less favorable than the one for nationals, unless a more favorable regime is provided by a respective treaty

NO RESTRICTIONS



Unrestricted access to almost any sector and geographic location within country

LAND OWNERSHIP



Companies registered by a foreigner in Armenia have the right to buy land. Foreign citizens can have long-term lease contracts

- ✓ Free exchange of foreign currencies
- ✓ No restrictions on staff recruitment

- ✓ No restrictions on remittances
- ✓ Free repatriation of profit

LAW OF FDI



Guarantees for national treatment and non-discrimination for foreign investors



Protection of foreign investors against nationalization or expropriation of property



Guarantees in case of change of the legislation of the Republic of Armenia

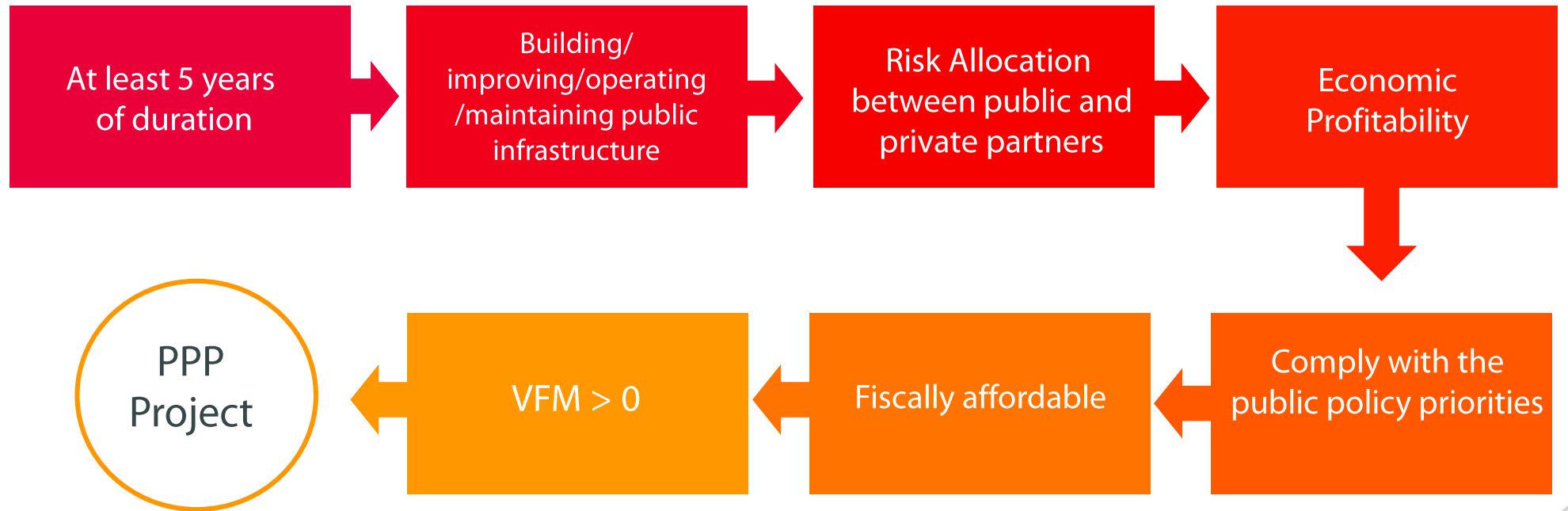


Compensation for damage caused to foreign investors

LAW ON Public-Private Partnership (PPP)



**NECESSARY
LEGISLATIVE AND
INSTITUTIONAL BASE
FOR PPP**



INTERNATIONAL TREATIES



ECONOMIC PARTNERSHIP

43

PROMOTION AND RECIPROCAL PROTECTION OF INVESTMENTS

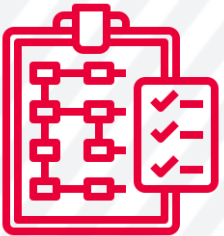
Argentina, Austria, Belgium and Luxemburg, Belarus, Bulgaria, Canada, China, Cyprus, Egypt, Finland, France, Georgia, Germany, Greece, Korea, Iran, Iraq, Israel, Italy, Japan, Jordan, Kazakhstan, Kuwait, Kyrgyzstan, Latvia, Lebanon, Lithuania, Netherlands, Qatar, Romania, Russian Federation, Singapore, Sweden, Switzerland, Syria, Tajikistan, Turkmenistan, Ukraine, UAE, UK, USA, Uruguay, Vietnam

47

DOUBLE TAXATION AND THE PREVENTION OF FISCAL EVASION

Austria, Belgium, Bulgaria, Belarus, Canada, Switzerland, China, Cyprus, Czech Republic, Estonia, Spain, Finland, France, Georgia, Greece, Croatia, Hungary, India, Iran, Italy, Kazakhstan, Kingdom of Denmark Lebanon, Lithuania, Luxembourg, Latvia, Moldova, Netherlands, Poland, Qatar, Romania, Russian Federation, Syria, Thailand, Turkmenistan, UK, UAE, Ukraine, Germany, Ireland, Kuwait, Slovenia, Indonesia, Tajikistan, Serbia

FINANCIAL RATING



A STRONG,
STABLE & WELL
PROTECTED
FINANCIAL
SYSTEM



FitchRatings

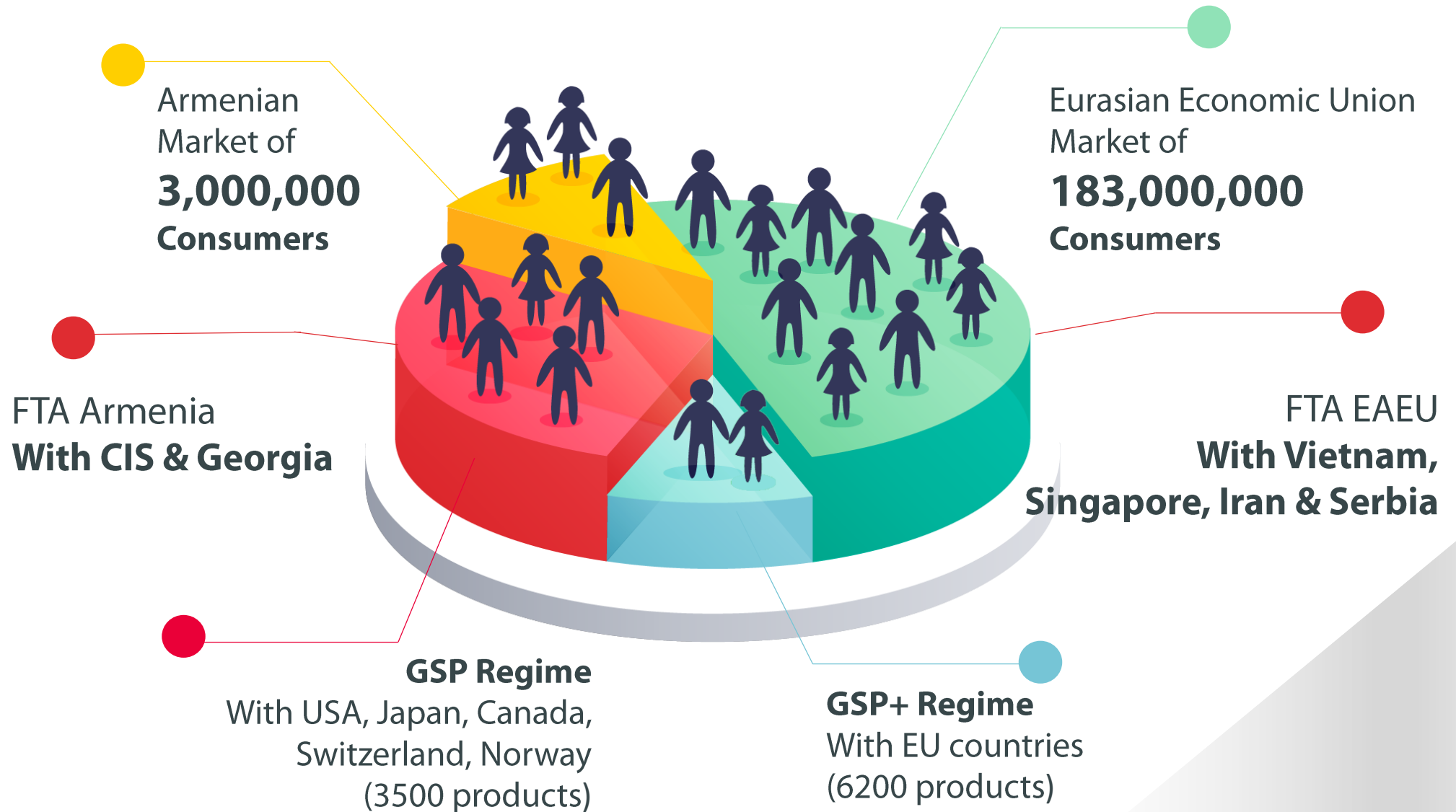


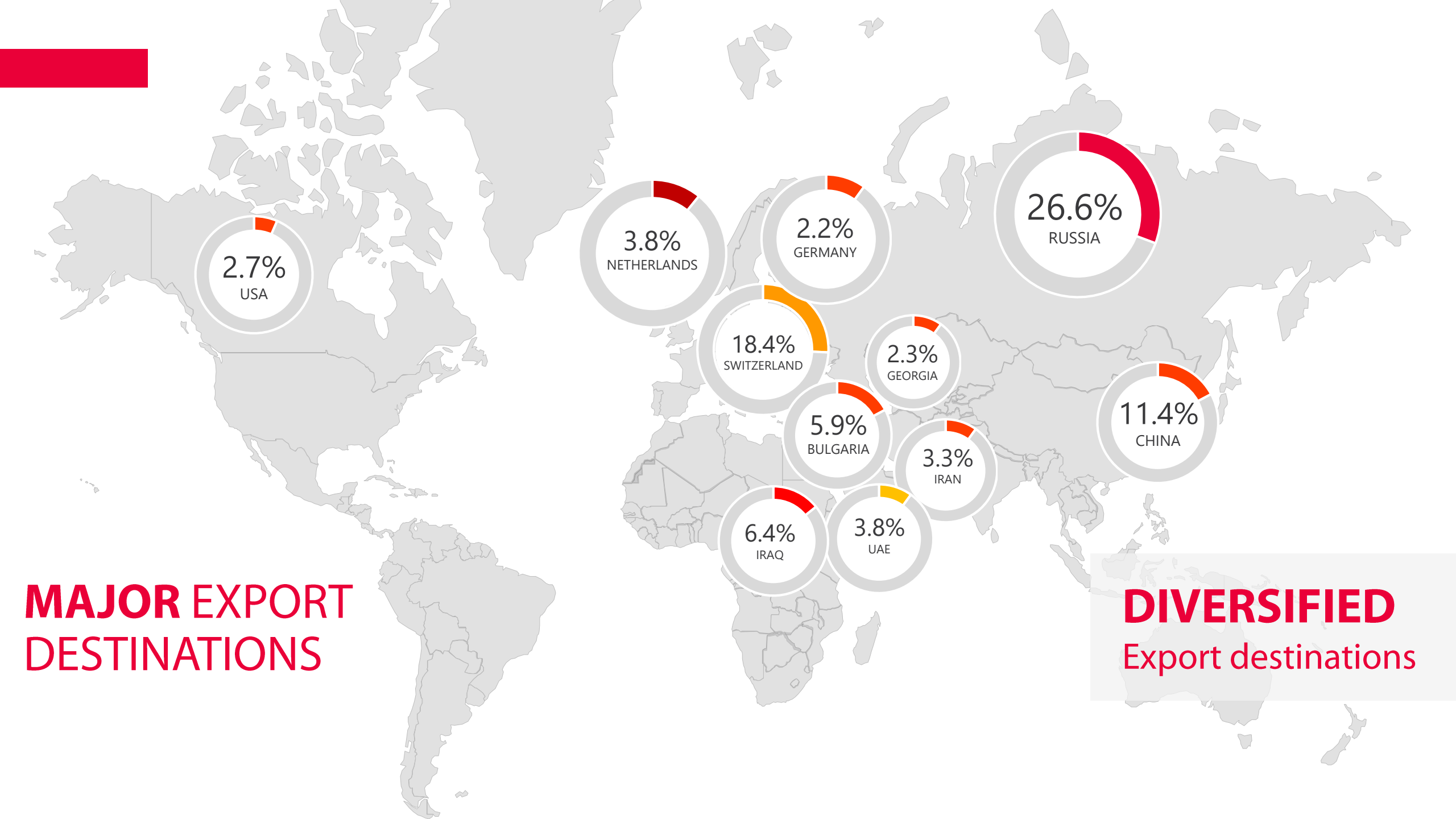
MOODY's

MARKET & TRADE



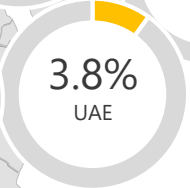
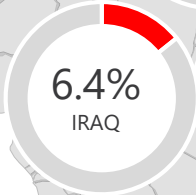
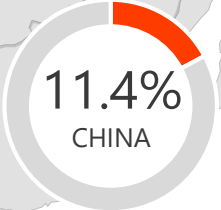
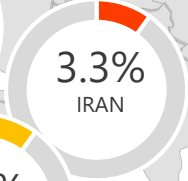
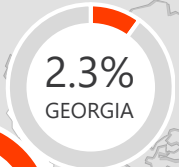
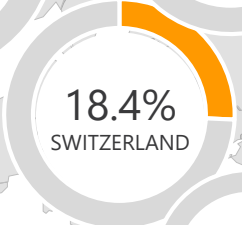
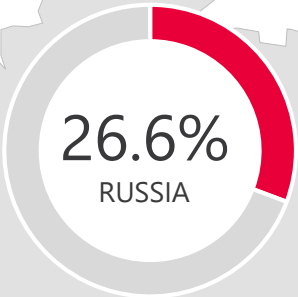
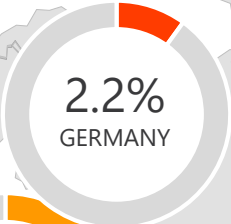
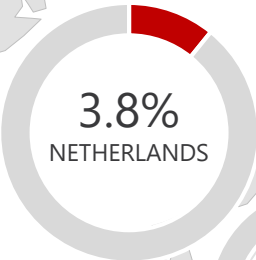
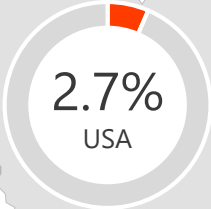
**GATEWAY TO
MAJOR MARKETS**





MAJOR EXPORT DESTINATIONS

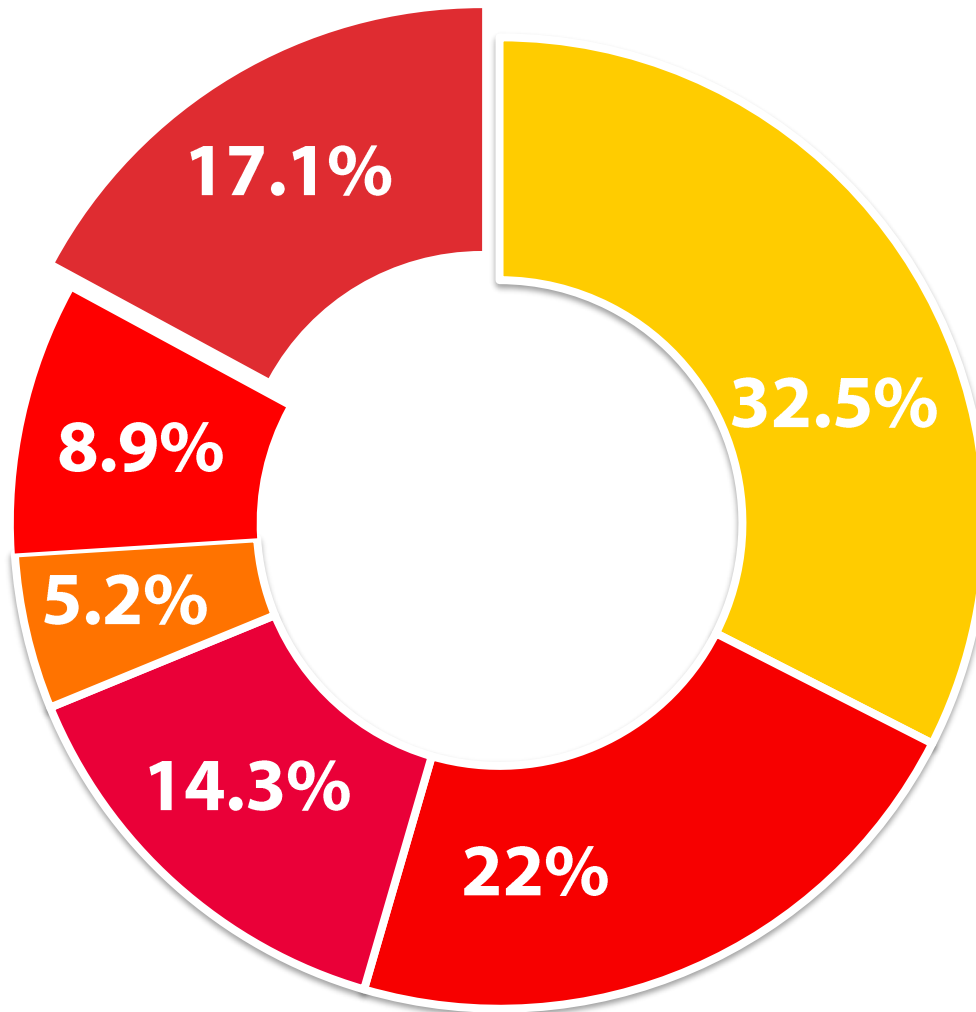
DIVERSIFIED
Export destinations



MAIN EXPORTS

TOTAL EXPORTS IN 2020

\$ 2,54 BLN



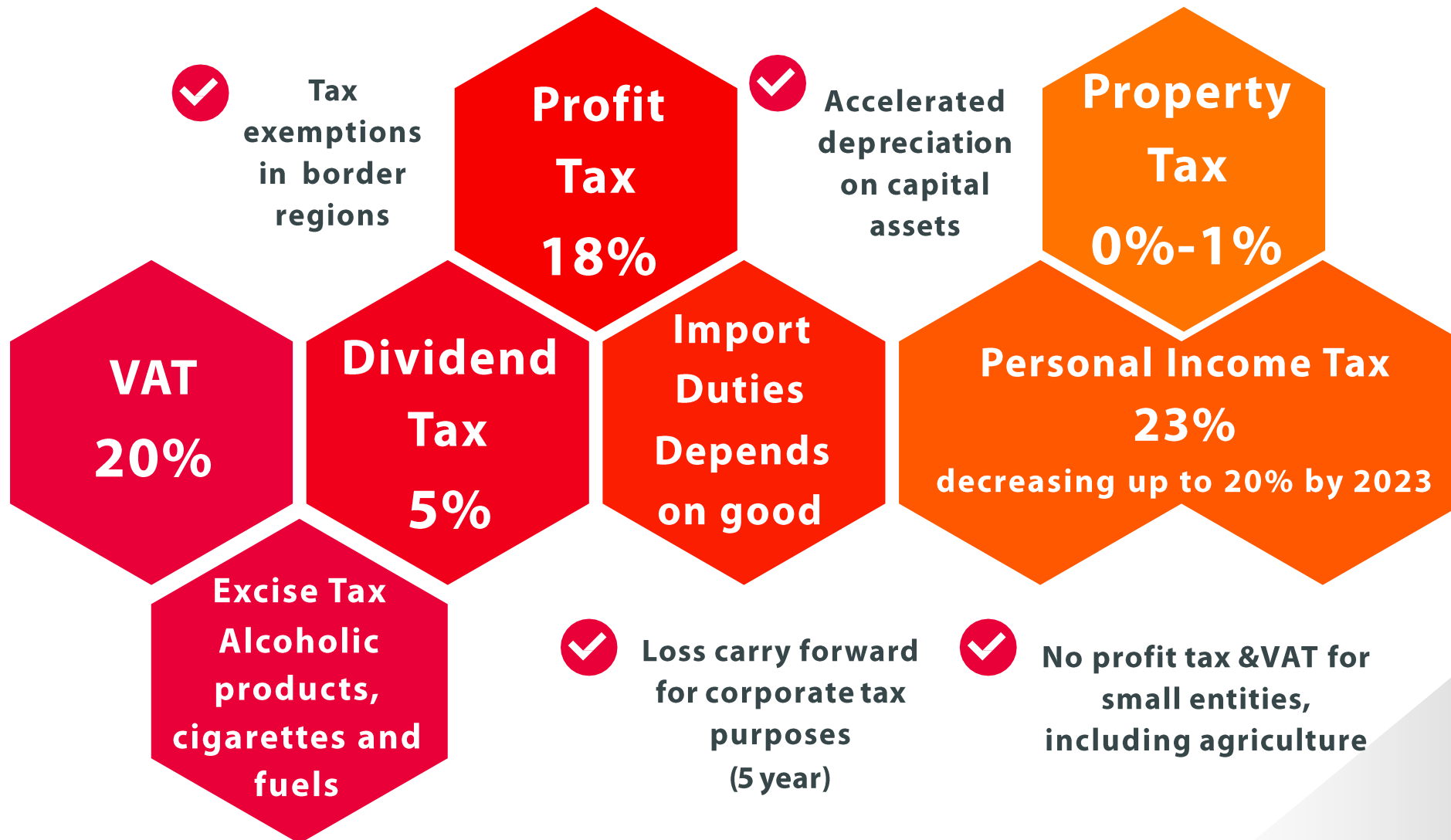
- Mining Products
- Processed Food
- Precious, semi-precious stones, metals, articles
- Textile
- Non-precious metals and Articles
- Other



TAX SYSTEM



CONTINUOUS
REFORMS IN
TAXATION
SYSTEM



TAX INCENTIVES FOR INVESTORS

Customs duties exemption and VAT payment postpone for 3 years on import of equipment and raw materials from non-EAEU countries in the scope of investment-related projects



TAX EXEMPTION FOR ACTIVITIES IN BORDERING COMMUNITIES

- Exemption from VAT
- Exemption from profit tax
- Exemption from personal income tax
- Exemption from VAT & Profit tax for operations in Dilijan community and adjacent territories of the Tavush marz of Armenia within the scope of investment projects above 4.1 million USD



TAX BENEFITS FOR THE IT SECTOR

- Exemption from profit tax
- Reduction of income tax rate on employees' salaries (10%)



TAX BENEFITS FOR THE MEDICAL SECTOR

- Prosthetic and orthopedic accessories, medical equipment, alienation of medical products, medical assistance services and etc. are exempted from VAT

FREE ECONOMIC ZONES

0%

VAT

Profit Tax

Property Tax

Customs Duty



**LAW ADOPTED
JUNE 2011**

HI-TECH
INDUSTRIAL
PRODUCTION

“ALLIANCE” FEZ
SINCE 2013

JEWELRY
WATCHMAKING
DIAMOND CUTTING

“MERIDIAN” FEZ
SINCE 2015

HI-TECH

“ECOS” FEZ
SINCE 2018

INVESTMENT SUPPORT CENTER



"CONSIERGING"

Informing

On investment laws and regulations, business opportunities, investment projects

Identifying

The potential investment location

Advising

Land acquisition, co-financing sources, potential resident partner



BRIDGING

Linking

Ensure institutional cooperation with local and international organizations, business support organizations, financial institutions, B2G

Matchmaking

Preparation of site visits, business forums, business missions, B2B



PROMOTING

Image Building

Promoting Armenia as an attractive investment destination for doing business

Marketing

Attract Foreign direct investment inflows into Armenia

Outreaching

Conducting outreach campaigns, roadshows,



AFTERCARE

Problem solving

Ensure immediate response to problems

Policy advocacy

Ensure preconditions for investment retention

Satisfying

Ensure prompt reply in the post investment stage, satisfy investor's needs

MAJOR BRANDS



INDITEX



CONTOURGLOBAL®



D-Link



SYNOPSYS®

WHY INVEST IN ARMENIA ?

COUNTRY OF EQUAL
OPPORTUNITIES

HIGHLY
EXPERIENCED,
CREATIVE, AND WELL
EDUCATED
WORKFORCE

STABLE
MACROECONOMIC
ENVIRONMENT

GATEWAY TO MAJOR
MARKETS,
ECONOMIC BRIDGE
BETWEEN THE EAST
AND THE WEST

INVESTMENT
SUPPORT CENTER –
ONE STOP SHOP FOR
INVESTORS



CONTACT US



5a, Mher Mkrtchyan St.
0010 Yerevan, Armenia



onewindow@isc.am

alina.yeghiazaryan@isc.am

www.enterprisearmenia.am