
CENTRAL DEPOSITORY OF ARMENIA

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Main Types of Funds in Armenia

- ✓ Non-Government pension Funds
 - ✓ Mandatory
 - ✓ Voluntary
- ✓ Investment Funds
 - ✓ Open
 - ✓ Closed
 - ✓ Interval
 - ✓ Contractual
 - ✓ Corporate
 - ✓ Standard
 - ✓ Specialized



Depository's services

- ✓ Registry keeping
- ✓ Custody
- ✓ Full fund administration
- ✓ Control
- ✓ Infrastructure for entrance in local and foreign markets
- ✓ Support for registering Investment funds online
- ✓ Depend
- ✓ DvP and FoP transactions
- ✓ Cash accounts



Opportunities with cash accounts

- Central depository started opening cash account on 26th of October, 2017
- The cash accounts are opened for System members (own and clients) and Investment Funds
- At this moment cash may be actually kept in Central bank of Armenia, Clearstream and Euroclear
- Opportunity to make DvP transactions with cash 24/7.
- Opportunity to make internal cash transactions with cash 24/7.
- Account with bank account principle
- Reports



DEPOSITORY AND NON-GOVERNMENT PENSION FUNDS

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Depository's services for NGPF

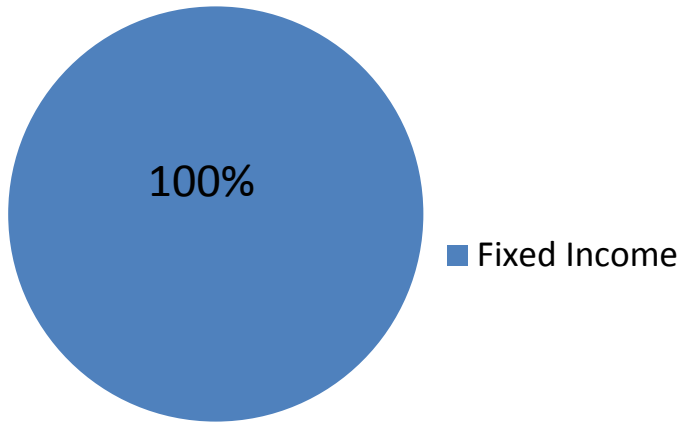
- ✓ Registry keeping of Funds' units
- ✓ Custody of Funds' securities
- ✓ Functions related to control:
 - ✓ NAV calculation
 - ✓ Limitations
 - ✓ Investments
 - ✓ Transactions with cash
- ✓ AMPIS program
- ✓ Links to international markets
- ✓ Reports to Pension funds and Regulator



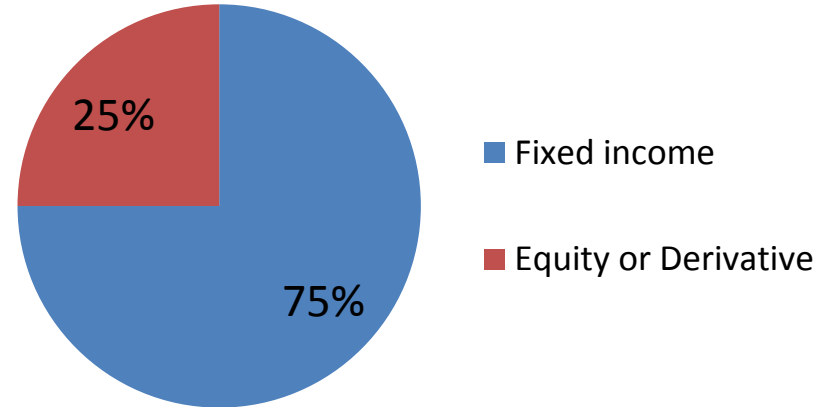


Pension Funds

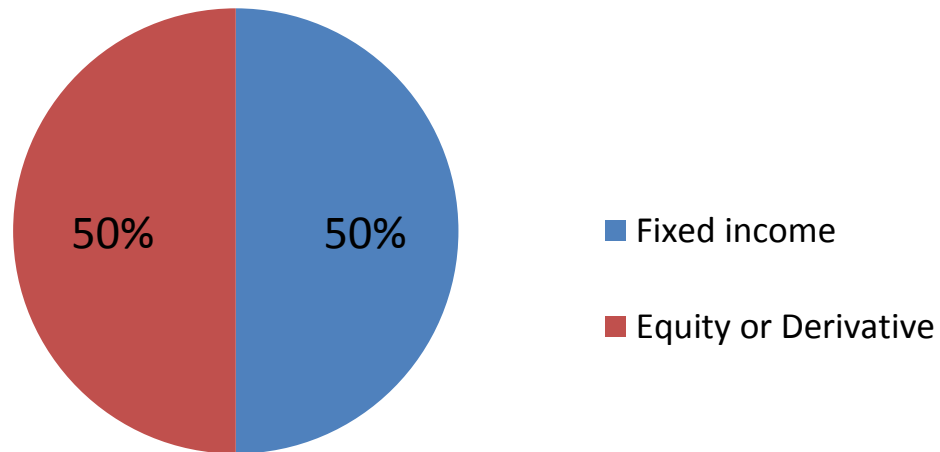
Fixed Income Pension Fund



Conservative Pension Fund



Balanced Pension Fund



INVESTMENT FUNDS

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Eligible entities



- Fund manager can be any legal entity
- Fund manager can be located in Armenia or in any other country
- There are no restrictions on the location of the Central Administration of the fund
- Either that legal entity or the central administration of the fund has to be located in Armenia.

* **Depository offers full Fund administration (NAV calculation, limitations, control, etc.)**

Fund registration Process

Registration in internet portal

- *Log in to the internet portal*
- *Fill your data and register your account in portal*
- *Verify your account through email*
- *Get an identification number and sign in to your account*

Document Submission

- *Choose one of the proposed fund registration procedures*
- *Choose one of the fund registration options*
- *Fill your data*
- *Upload and submit the necessary documents*
- *Make appropriate payments*

Fund registration

- *Central Bank of Armenia reviews the documents and registers the fund*
- *An appropriate agreement is being signed by Central depository of Armenia or by chosen Account operator (depending on your selection of fund registration option)*
- *Registration takes approximately 15 business days*



Benefits of registering Fund in Armenia

Taxation

- ✓ Zero rating VAT for fund management and assets custody in case you are a licensed fund manager
- ✓ Funds are solely subject to an annual profit tax of 0.01% of NAV
- ✓ Investors are not a subject to taxation neither on capital gain nor on dividends

Main Costs

- ✓ *One time AMD 40,000 (EUR 70) State duty upon registration*
- ✓ *One time AMD 199,000 (EUR 354) Registration fee*
- ✓ *Monthly AMD 10,000 (EUR 18) Service fee*



THANK YOU!

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