

# Republic of Armenia

## Existing and Future Frameworks for Financial Reporting of Non-PIEs

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STAREP A&ACoP

**CFRR** >>

**Centre for Financial Reporting Reform**




**WORLD BANK GROUP**  
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Strengthening Auditing and Reporting in  
the Countries of the Eastern Partnership

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## Context and Updates

- » Drafting a concept paper on accounting and audit reform was declared a priority by the Government of the Republic of Armenia in 2017
- » The draft concept paper has been prepared and presented to the general public for discussion
- » Drafting laws:
  - » Accounting Law
  - » Auditing Law
  - » Law on Public Oversight over Auditing
- » The above draft laws have been updated in light of the developments since they were initially drafted.

# Classification of Entities and Groups

Categories of entities Classification criteria	Micro-	Small	Medium-Sized	Large
Balance sheet total*	< AMD 175 mln EUR 350,000	< AMD 2 bn EUR 4 mln	< AMD 10 bn EUR 20 mln	> AMD 10 bn EUR 20 mln
Net turnover*	< AMD 350 mln EUR 700,000	< AMD 4 bn EUR 8 mln	< AMD 20 bn EUR 40 mln	> AMD 20 bn EUR 40 mln
Average number of employees*	< 10	< 50	< 250	> 250

*\*If your country uses a different classification criterion, please indicate!*

# Summary of Requirements to Financial Reporting

	MICRO-	SMALL	MEDIUM-SIZED	LARGE
<b>Applicable accounting standards (e.g. NAS, IFRS for SMEs, full IFRS):</b>				
<i>for individual financial statements</i>	Simplified Guidance	IFRS for SMEs	IFRS for SMEs	Full IFRS
<i>for consolidated financial statements</i>	-	IFRS for SMEs	IFRS for SMEs	Full IFRS
<b>Are there more disclosure requirements than allowed by the Accounting Directive?</b>	Yes	Yes	Yes	Yes
<b>Management report</b>	-	-	-	-
<b>Non-financial statement</b>	-	-	-	-
<b>Report on payments to government</b>	-	-	-	-
<b>Publication deadline</b>	-	By 30 June	By 30 June	By 30 June*
<b>Statutory audit</b>	No	No	Yes	Yes