



**GRATA**  
INTERNATIONAL

# RELOCATION OF BUSINESS TO ARMENIA

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# Contents

- Registration of a company in Armenia (including branches and representations of foreign entities);
- Taxation of Business in Armenia;
- Specifics of Migration Policy and Employment of Foreign Citizens.

# LEGAL FORMS OF BUSINESS IN ARMENIA



Registration: 2-4 working days

Foreign citizens can be founders of LLC and JSC , as well as register as IEs with no limitations.

Documents package can also be submitted by an authorized person acting based on a power of attorney.

# TAXATION



## GENERAL REGIME OF TAXATION

Profit tax– 18%

VAT – 20% (turnover more than AMD 115 million)

Income tax for employees- 21%

Social security fund contributions– 4,5%

Stamp fee– from AMD 1500 to 15 000 (depending on the calculation base)



## TURNOVER TAX REGIME

If the total turnover of the company does not exceed AMD 115 000 000 (USD 230 000), turnover tax regime can be chosen.

Rate of the turnover tax is 5 percent.



## MICRO-ENTITIES TAXATION REGIME

The companies can be considered subject to Micro entities' tax regime if the company's total annual turnover does not exceed AMD 24 000 000.

Micro entities do not pay any taxes except the below :

- PIT in the amount of AMD 5,000 monthly for each employee,
- taxes and custom payments for the import of goods
- social security fund contributions and stamp fees at regular rates.

# TAXATION

TAX PRIVILEGES FOR  
THE CERTIFIED  
COMPANIES IN THE  
SPHERE OF  
INFORMATION  
TECHNOLOGIES



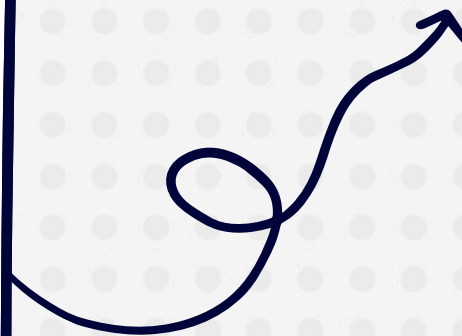
The certified companies are **exempt from Profit tax.**



The Personal Income tax rate is **10% for each employee.**



The rest of the taxes (VAT, social security payment, stamp fee) remain at regular rates.



# EMPLOYMENT OF FOREIGN CITIZENS

Citizens of EAEU (Russia, Belarus, Kazakhstan and Kyrgyzstan) are exempted from the employment permit requirements. The reference on the legality of residence is issued.

If the foreign citizen is not exempted from the employment permit requirement, the employer is obligated to acquire the employment permit first and a residency status based on that via application to the RA Migration Service ([www.workpermit.am](http://www.workpermit.am)).

Process at the Migration Service includes the investigation of the local market in order to make sure no qualified available local citizens can fill in the vacancy. If the Migration Service does not find a candidate or the Employer declines the proposed candidates for valid reasons, the Employer has the right to submit application for the employment permit for the given foreign citizen.

# RESIDENCY PROGRAMS

Residency Status	Temporary (Short-term)	Permanent (Long-term)	Special Passport
Validity Period	1 year with the possibility of prolongation	5 years with the possibility of prolongation	10 years with the possibility of prolongation
State Fees	\$210 (AMD 105,000)	\$280 (AMD 140,000)	\$300 (AMD 150,000)
Processing period	30-45 days		60 days
Family covered	Spouse, parent, son or daughter	Spouse, parent, son or daughter, brother, sister, grandparent, grandchild	
Passport / citizenship	After 3 years of residency		



# THANK YOU!

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