



## The event of modernization of production capacity

### Goal



To provide affordable financial means for entrepreneur in order to modernize the production capacity and increase the productivity of the organization.

### Stakeholder



A commercial organization or an individual entrepreneur operating in targeted areas and registered and actually operating in the territory of Republic of Armenia or Nagorno-Karabakh

### Form of assistance



Subsidy of credits/leasing interests, provided by partner financial institutions for the purpose of acquisition of new/unused machinery and equipment by entrepreneurs, operating in targeted sectors.

### The goal of credit/leasing



The subsidy is applicable to the credits/leasing provided to entrepreneurs for the purpose of purchasing new (unused) devices and equipment.



# Agreement on Subsidies and Countervailing Measures

## Leasing



Armenian Dram/Foreign Currency

Currency	Contract value	Subsidy period	Subsidy rate	Term
Armenian Dram	Up to 200 million	42 months	10%	120 months
	200 million and more	36 months		
Foreign Currency	Up to 200 million	42 months	8%	
	200 million and more	36 months		

## Credit



Armenian Dram/Foreign Currency

Currency	Contract value	Subsidy period	Subsidy rate	Term
Armenian dram	Up to 200 million	42 months	8%	120 months
	200 million and more	36 months		
Foreign Currency	Up to 200 million	42 months	6%	
	200million and more	36 months		



Up to 180 days

Supply time subsidy



Up to 6 months

Principal repayment grace period



Up to 1 billion  
Armenian drams\*

The maximum subsidized part of the credit/leasing is 1 billion Armenian drams

\* In the case of an investment of more than 200 million drams in the statutory capital, the maximum credit/leasing amount is set at 5 times the investment, but not more than 10 billion Armenian drams or in the case of foreign currency lending, 5 billion Armenian drams.



## Target areas within the event



B “Mining industry and open pit operation”



C “Manufacturing”



F “Construction”



H «Transportation and storage economy»



J “Information and communication”



M «Professional, scientific and technical services»



Q “Population Health Management”



P “Education”



## Partner financial organizations within the framework of the event

- “ARMBUSINESSBANK” CJSC
- “ACBA BANK” OJSC
- “ARMECONOMBANK” OJSC
- “AMERIABANK” CJSC
- “ARARATBANK” OJSC
- “ID Bank” CJSC
- “INECOBANK” CJSC
- “KAMURJ UCO” CJSC
- “UNIBANK” OJSC
- “ACBA LEASING” CO CJSC
- “ARDSHINBANK” CJSC
- “ARMSWISSBANK” CJSC
- “BYBLOS BANKARMENIA” CJSC
- “CONVERSE BANK” CJSC
- “EVOCABANK” CJSC
- “CARD AGROCREDIT” UCO CJSC
- “HSBC BANK ARMENIA” CJSC
- “ARMENIAN LEASING COMPANY” UCO CJSC
- “FARM CREDIT ARMENIA” UCO CJSC
- DEVELOPMENT AND INVESTMENTS CORPORATION OF ARMENIA





# Procedure for participating in the event



## Financial organization

In order to modernize his production capacity, the entrepreneur wants to purchase new machinery and equipment, and applies to a partner financial organization of the Ministry of Economy.



## Obtaining a credit/leasing

The financial organization, according to its procedures, evaluates the creditworthiness and solvency of the entrepreneurs and provides them with a credit/leasing for the purpose of acquiring new machinery and equipment.



## Subsidization

The financial organization submits the subsidy request of the entrepreneur to the Ministry of Economy, and the Ministry of Economy subsidizes the annual interest rate of the credit/leasing in accordance with the conditions of the decision.

