

REPUBLIC OF ARMENIA

CENTRAL BANK BOARD

May 15, 2012

No 135-N

RESOLUTION

ON APPROVAL OF REGULATION 10/15 “PROCEDURE AND CONDITIONS ON PRESENTATION OF STATEMENTS TO MANAGER OF GUARANTEE FUND BY OPERATOR OF THE REGISTER OF PARTICIPANTS OF COMPULSORY PENSION FUND”

With the view to enable guarantee fund managers forecast probability of emergence of events subject to guarantee and mitigate negative impacts of liquidity risk;

Pursuant to Article 52.6 of the Republic of Armenia law “On Funded Pensions, Article 20 “e” of the Republic of Armenia law “On Republic of Armenia Central Bank, Articles 16 and 70.1 of the Republic of Armenia law “On Legal Acts”, republic of Armenia Central Bank hereby decided:

1. Approve Regulation 10/15 “Procedure and Conditions on Presentation of Statements to Manager of Guarantee Fund by Operator of the Register of Participants of Compulsory Pension Fund” in accordance with Appendix (see attached).
2. This Resolution shall enter into force on January 1, 2014.

**Republic of Armenia
Central Bank Chairman**

A. Javadyan

May 21, 2012
Yerevan

This Regulation includes the amendment and supplement and all other change endorsed under the following Resolutions of the Board of the Central Bank: Resolution 177-N dated 15.07.14

Appendix

Approved

Republic of Armenia

Central Bank Board

Resolution No 135-N of May 15, 2012

REGULATION 10/15

“PROCEDURE AND CONDITIONS ON PRESENTATION OF STATEMENTS TO MANAGER OF GUARANTEE FUND BY OPERATOR OF THE REGISTER OF PARTICIPANTS OF COMPULSORY PENSION FUND”

CHAPTER 1. GENERAL PROVISIONS

1. The present regulations shall establish:
 - 1) Procedure and conditions on presentation of statements to manager of guarantee fund by operator of the register of participants of compulsory pension fund (hereinafter, referred to as “statement”);
 - 2) Procedure on notification of the Central Bank of the Republic of Armenia (hereinafter, referred to as “the Central Bank”) by manager of guarantee fund on failure to present statement in due time.

CHAPTER 2. MAIN CONCEPTS USED IN THE PRESENT REGULATION

2. The main concepts used in the present Regulation have the following meaning:
 - 1) **Manager of guarantee fund** means manager of guarantee fund as stipulated under Article 2, part 1, paragraph 6 of the Republic of Armenia law “On Fully Funded Pensions”;
 - 2) **Law** means the Republic of Armenia law “On Fully Funded Pensions”.
3. Other concepts used in the present regulation have the meanings as defined in the Law.

CHAPTER 3. PROCEDURE ON PRESENTATION OF STATEMENTS

4. The operator of the register of participants of the fund shall present statement (in accordance with Appendix 1) to the manager of guarantee fund through CBANet system in Excel format at the address which was preliminarily provided by the manager of guarantee fund, and in case of the system failure, by magnetic or electronic carrier with the attached letter notifying on failure.

5. The statement that was adjusted in accordance with the present Regulation, presented after the periods established by the present Regulation, shall be filed in electronic format in accordance with paragraph 4 of the present Regulation. Whereas, in case of presenting several adjusted statements for the same period, the last adjusted statement shall be deemed as final.

6. Where the presented statement was not amended during the reporting period, notification letter thereon shall be presented.

7. The statement is deemed delivered and accepted if the electronic version of the statement does not contain any software or technical errors.

CHAPTER 4. STATEMENT PRESENTED TO MANAGER OF GUARANTEE FUND BY OPERATOR OF THE REGISTER OF PARTICIPANTS OF COMPULSORY PENSION FUND

8. The operator of the register of participants of the fund shall present statement to the manager of guarantee fund on a monthly basis before the 7-th working day of the respective month (inclusive) on social contributions paid by participants of the compulsory pension fund and funds accrued on the pension account.

9. Reporting period for the statement established under paragraph 8 of the present Regulations shall be deemed one year period before the first day of the month when the statement was presented to the manager of guarantee fund. Report shall contain information on participants who became 61 and more years old during the reporting period (excluding the participants who have been already receiving or have receive pension, dead participants for whom the operator of the register of participants continues to maintain pension accounts till the equity is inherited or period for inheritance lapses, and persons who received the funds available on their compulsory pension account before reaching pension age), whose aggregate estimated value of equity in compulsory pension fund (funds) available on their compulsory pension account as of the reporting day is less than 120 percent of the total amount of compulsory social contributions paid by the respective participant (adjusted by annual inflation).

10. Columns of the statement shall be completed in accordance with the following instruction on completion:

- 1) Line **“Reporting day”** shall provide for the date of the last day before the reporting period in the “day/month/year” format;
- 2) Sub-column **“Year”** of the column **“Age of the participant”** shall provide for the age of the participant who becomes 61 and more years old during the reporting period per each year of age (“61 years old”, “62 years old”, “63 years old”, etc.), and sub-column **“month”** shall indicate the number of the month during which the participant reached the respective age (“1” shall be indicated for January, “2” for February, “3” for March, and so on). Whereas, years of a participant shall be completed in the sequence of reaching the respective age and in the descending order.
- 3) Column **“Quantity”** shall provide for the respective number of participants indicated under the respective sub-column of the column “Age of the participant” for each age

(for example, number of participants who reach 61 years in January or number of participants who reach 63 years in February, etc.).

- 4) Column **“Gross amount of social contributions”** shall provide for total amount of compulsory social contributions paid by participants as of the reporting day as per age group indicated under column **“Age of the participant”**.
- 5) Column **“Gross amount of social contributions (adjusted by annual inflation)”** shall provide for total amount of compulsory social contributions paid by participants as of the reporting day adjusted by annual inflation as per age group indicated under column **“Age of the participant”**.
- 6) Column **“Aggregate amount of funds available on pension account”** shall provide for the aggregate estimated value of equity in compulsory pension fund (funds) available on compulsory pension account of a participant as of the reporting day.

11. Where operator of the register of participants of the fund fails to present statement to the manager of guarantee fund in due time established under paragraph 8 of the present Regulation, the manager of guarantee fund shall within three days after expiry of the deadline for presentation of statement send a letter thereon to the Central Bank by CBANet system, or electronic or magnetic carrier. This paragraph shall not apply where manager of guarantee fund is the Central Bank.

**To Regulation 10/15 "Procedure and conditions
on presentation of statements to manager of guarantee fund
by operator of the register of participants
of compulsory pension fund"**

"On Social Contributions Paid by Participants of Compulsory Fully Funded Pension Fund and Funds Available on Pension Account"

Name of the operator of the register of participants of compulsory pension fund

[illegible]

<i>Paid social contributions (adjusted by annual inflation) 110% < Funds available on pension account ≤ Paid social contributions (adjusted by annual inflation) 120%</i>						

(Appendix amended on 15.07.14 by Resolution 177-N)