

Code
050.0313 N. 27.12.13

December 27th, 2013, No. 313-N

Approving Regulation 10/25 “Costs and Pays by the Use of Voluntary Pension Fund Assets; Maximum Amount of Such Costs and Pays”

Whereas securing effective and transparent uses of assets of a voluntary pension fund;

By virtue of the Republic of Armenia Law on “Funded Pensions”, Article 64 (14), the Republic of Armenia Law on “Central Bank”, Article 20 (e) and the Republic of Armenia Law on “Legal Acts”, Article 16, the Board of the Central Bank of the Republic of Armenia

enacts:

1. Approve Regulation 10/25 “Costs and Pays by the Use of Voluntary Pension Fund Assets; Maximum Amount of Such Costs and Pays”, pursuant to the Appendix attached hereto.
2. This resolution shall enter into force on the tenth day following its publication.

Arthur Javadyan,

Chairman of the Central Bank

December 27, 2013,

c. Yerevan

Approved:
under Resolution No 313-N,
dated December 27, 2013
Board of the Central Bank of Armenia

Agreed upon:
Ministry of Finance of Armenia

Chairman Arthur Javadyan

Minister Davit Sargsyan

REGULATION 10/25

Costs and Pays by the Use of Voluntary Pension Fund Assets; Maximum Amount of Such Costs and Pays

Chapter 1: Costs and pays made by the use of voluntary pension fund assets

1. Assets of the voluntary pension fund shall be used to finance costs which are explicitly intended to be made at the expense of the voluntary fund assets, as established under the law.
2. Apart from costs as referred to in paragraph 1 above, assets of the voluntary pension fund can also be used to finance costs and make payments which are directly related to the management and custodial activity of the fund and which are provided for under the rules (charter) of that particular fund.

Chapter 2: Maximum amount of costs and pays made by the use of voluntary pension fund assets

3. The total annual amount of actual costs as referred to in Chapter 1 of this Regulation shall not exceed 5% of average annual net asset value of the fund. For the context of this Regulation, the fund's average annual net asset value involves the arithmetic mean of net asset value of the fund for any given year, which is determined by the year's grand total of net value of assets divided by the number of net value calculations during the year.