

## Quality declaration Financial Indicators of Commercial Companies

0.General Information on Statistical Products		
0.1	Title	Financial Indicators of Commercial Companies
0.2	Subject Area	State Finance
0.3	Responsible Authority, Office, Person, etc.	Mrs. Haykush Titizyan Head Finance Statistics Division Armstat 3 Government House, Republic Avenue, 0010, Yerevan Phone: +374 11 583 049, +374 11 523 904 Email: haykush@armstat.am, info@armstat.am
0.4	Purpose and History	To provide users with updated information on the financial indicators of non-financial commercial organizations. The calculation of indicators has a long history and has been maintained since the 1990s. It has been regularly improved throughout the years to ensure the comparability with international classifications, international accounting standards, composition of indicators and other standards
0.5	Users and Application	The main users of statistical information are the state government and local self- government bodies, public, scientific-educational, financial organizations, business society, mass media, international organizations, etc. Collected information on the financial indicators of commercial companies is applied for the purpose of strategy development in the mentioned field, solutions of strategic tasks, analysis of tourism, business environment analysis, reveal of social development trends and other purposes.
0.6	Information Sources	The main source of information is the annual information collected from legal persons and individual entrepreneurs through statistical reports.
0.7	Legal Authority to Collect Data	The data are collected based on the Law on "Official Statistics" and "Five Year Statistical Program", as well as the Resolution No. 05-N of RA State Council on Statistics "On Approval of the Procedure for the collection of statistical data" dated 20 June 2016 and Resolution "On Approval of Annual Statistical Program".
0.8	Response Burden	Response burden is not measured.
Content		
1.1	Description of the	The report on financial indicators of commercial

	Content	<p>organizations consists of two parts:</p> <ol style="list-style-type: none"> <li>1. the composition of the organization's assets; and sources of their creation;</li> <li>2. the financial result of the organization.</li> </ol> <p>Assets, liabilities or equity in the reporting form are required to be presented by the sectors of the economy:</p> <ol style="list-style-type: none"> <li>1. Residual of entity's assets should be presented by the sectors of the economy in which occur a financial liability or equity participation.</li> <li>2. Liabilities residuals by the sectors of the economy in which occur a financial asset.</li> </ol>
1.2	Statistical Concepts	<p>Main Concepts</p> <p>Institutional unit is considered to be a resident of the economic territory of the country, if has a dominant economic interest in that territory that is, in an unlimited or long period of time (usually one year), implements or intends to implement economic activity or significant operations. Sectors are groups of institutional units. Each institutional unit generally has to relate to this or that sector. Non-profit organizations are legal entities or non-governmental organizations, the main purpose of creation of which is the production of goods, and which cannot be a source of income, profit, or other financial benefits for their founders, controlling or financing units.</p> <p>The non-commercial organizations serving to households are legal entities, which mainly deal with the production of non-market services for households, which do not pursue a goal to receive a profit and does not distribute the received profit among the participants. Their status does not allow them to be a source of income, profit, or any other source of financial benefit for creator units of those organizations.</p> <p>The resources of these organizations are formed from membership fees, donations, and property income. The non-commercial organizations serving to households are: political parties, non-governmental organizations, charitable foundations, church and other religious organizations, professional and other types of unions, cultural organizations, some educational and research organizations, etc.</p>

	<p>Households are group of people, who live in the same dwelling, combine their entire (or partial) income and property and collectively consume certain types of goods and services (mainly housing services and food product). These are employers, self-employed people, hired workers, or income recipients from property and transfers.</p> <p>Non-financial organizations or companies are institutional units, which main activity is the production of marketable goods or non-financial services.</p> <p>Financial organizations are all resident organizations, which are mainly engaged in providing financial services to other institutional units, including insurance and pension fund services.</p> <p>Financial organizations are: Central Bank, deposit organizations, money market's funds, non-monetary market investment funds, other financial intermediaries, auxiliary financial organizations, affiliated financial institutions, interest holders, insurance companies and pension funds.</p> <p>Public administration bodies are legal entities formed as a result of political processes, which are governed by legislative, judicial or executive powers in relations with other institutional units within the given territory.</p> <p>It includes central government, territorial administration and local self-government bodies, as well as all institutional units that are part of the central government and non-market SNCOs controlled by the central government.</p> <p>Industry coverage Statistical surveys include the Armenian Classification of Types of Economic Activity (NACE Rev. 2) - types of activity.</p> <p>Geographical coverage Covers all marzes of the Republic of Armenia and Yerevan city.</p> <p>Publication groupings Armenian Classification of Types of Economic Activity (NACE Rev. 2) - with all groupings.</p>
2.Time	

2.1	Reference Period	Yearly
2.2	Date of Publication	Yearly indicators are published on October of the year following the reference period.
2.3	Punctuality	Data is published in accordance with the schedule of publications according to annual programs and no delay from the scheduled date has been reported.
2.4	Frequency	Yearly
<b>3.Accuracy</b>		
3.1	Overall Accuracy	<p>The main information is collected from legal persons, in addition from medium and large commercial organizations and individual entrepreneurs, whose average number of employees is more than 50 people, and earnings from previous year activities or the carrying amount of the assets at the end of the previous year exceeds 500 million AMD, which are covered exhaustively in the list of organizational submitting yearly statistical reports. The information from other organizations is collected by sampling method with annual periodicity.</p> <p>The statistical business register is used to form the general population for the implementation of the sample.</p>
3.2	Sources of Inaccuracy	<p>The source of inaccuracies in the monitoring may be the sample error, lack of answers by information providers, information on inaccuracies in the business register (incorrect decision of the type of activity or its change during the year) etc.</p> <p>The accuracy of the data on residuals of companies at the beginning of the year provided in the reference period of the current year is implemented by comparing with the relevant data provided during the last year for the same reference period.</p>
3.3	Measures on accuracy	The response rate is about 98%, sample error size does not exceed 5%.
<b>4.Comparability</b>		
4.1	Comparability over Time	Before 1998, the indicator has been represented in accordance with the structure of All Union Classification of Branches of National Economy (AUCOBONE). Starting from 1998-2001 the International Standard Industry Classification (ISIC) rev.3 has been implemented (UN). Since 2002, the indicator has been submitted in accordance with the Armenian Classification of Types of Economic Activity

		(developed by Eurostat on the basis of Types of Economic Activity Classification (NACE). Since 2010 NACE rev. 2 is applied. From 2010 to 2014 information has not been collected due to the fact that the report form has been repealed.
4.2	Comparability with other Statistics	There is no comparability with other statistics.
4.3	Coherence between Provisional and Final Statistics	Data published for the first time is qualified as preliminary. The preliminary data is reviewed according to the adjustments and other corrections submitted by economic entities. The final data is presented in annual publications.
5. Accessibility		
5.1	Forms of Dissemination	<p><b>Publications</b> Annual Publications "Finances Statistics of Armenia" statistical handbook (Armenian, English).</p> <p><b>Databases</b> <a href="http://armstatbank.am/pxweb/hy/ArmStatBank/?rxid=602c2fcf-531f-4ed9-b9ad-42a1c546a1b6">http://armstatbank.am/pxweb/hy/ArmStatBank/?rxid=602c2fcf-531f-4ed9-b9ad-42a1c546a1b6</a></p> <p><b>Internet Address</b> The publications are available in electronic format on the web in Armenian (full version), Russian and English via the following address: <a href="https://www.armstat.am/en/?nid=82">https://www.armstat.am/en/?nid=82</a></p>
5.2	Basic Material: Storage and Usability	<p>The statistical reports collected from respondents are kept both in paper and electronic forms. Electronic resources include for legal persons and individual entrepreneurs:</p> <ul style="list-style-type: none"> <li>a) a code of identification legal person (not for an individual entrepreneur)</li> <li>b) tax registration number of taxpayer,</li> <li>c) state registration number in the State Register,</li> <li>d) full name of the legal person,</li> <li>e) legal type of the organization,</li> <li>f) location of the legal person (postal address), phone number, as well as fax, email on optional basis,</li> <li>g) main type of activity,</li> <li>h) net revenue received from sale of the product, goods, works and services (without value added and excise taxes),</li> <li>i) average listed number of employees.</li> </ul>
5.3	Documentation	More detailed information on calculation of indicators on the basic indicators of economic activity of the organization is provided in RA statistical reports Form No. 3F "On Financial Indicators of Organizations" (Yearly) approved by the Resolution No 77-N of RA State Council on Statistics, dated November 30,

		2018, and Annex 2 on the approval of methodological instructions for filling it in.
6. Supplementary Documentation		
6.1		Information is available under the General Statistical Business-Process Model at <a href="https://www.armstat.am/en/?nid=672">https://www.armstat.am/en/?nid=672</a> .