

Useful information for depositors

Deposit Guarantee Fund

The Deposit Guarantee Fund (hereinafter referred to as the Fund) was established in accordance with the Law of the Republic of Armenia “On Guaranteeing the Compensation of Bank Deposits of Individuals” and other relevant laws and legal acts.

Deposits of individuals, including individual entrepreneurs, are guaranteed from the moment they are placed in the bank. No additional action or expense is required from the depositor for this guarantee.

The purpose of the Fund

The purpose of the Fund is to Ensure the stability and reliability of the banking system of the Republic of Armenia by guaranteeing the repayment of bank deposits held by individuals and individual entrepreneurs.

Scope of the guarantees

The Fund guarantees deposits placed in commercial banks, as well as in branches of foreign banks operating in the territory of the Republic of Armenia.

Definition of a Guaranteed Deposit

A guaranteed deposit includes the following

- The amount provided to the bank that is subject to return or payment to the depositor
- Funds held in bank accounts
- Funds raised through nominal securities issued by the bank
- Interest accrued on the above-mentioned funds

Guaranteed Deposit Amounts

The guaranteed compensation limits are as follows:

- For deposits only in AMD: up to 16 million AMD
- For deposits only in foreign currency: up to 7 million AMD

In case of deposits both in AMD and foreign currency:

- If the AMD deposit exceeds 7 million AMD, the deposit in AMD is guaranteed up to 16 million AMD
- If the AMD deposit is less than 7 million AMD, the entire AMD deposit is guaranteed, and the foreign currency deposit is guaranteed up to the difference between 7 million AMD and the AMD deposit amount.

Procedure for Receiving Compensation

To receive compensation for a guaranteed deposit, the depositor must submit the following documents:

- Application form (request for compensation)
- Identity document
- Identification documents submitted to the bank when the deposit was made
- Social security card (or, if unavailable, a certificate confirming the absence of one)

If necessary, the depositor may also need to provide documents confirming the claim against the insolvent bank (such as the deposit agreement, bank book, or other supporting documents).

Additional Provisions

- Compensation of bank deposits is made in Armenian drams.
- The monetary equivalent of foreign currency deposits is determined according to the average exchange rate published by the Central Bank of Armenia as of the date of the compensation event.
- Deposit with a balance of less than 1.000 AMD as of the date of the compensation are not reimbursed.

Sources of the Fund's Resources

The main sources of the Fund's resources are:

- Guarantee fees paid by banks
- Income generated from the management of these funds.