

2007 Activity Report of the Law Foundation of Armenia

The Law Foundation of Armenia

The Law Foundation of Armenia was registered in the Central Body of the Republic of Armenia State Register of Juridical Persons on 9 September 2003 (registration number 222.160.00196, registration certificate 03U 061099)

The main goals of the Foundation are: to assist to judiciary reforms, to promote the development of the advocate's institute, to promote the establishment of the law schools and the faculties of law of the institutes in the Republic of Armenia.

In 2007 the Law Foundation of Armenia received the following financial income:

1. The US Embassy in Armenia supported organization of the 2007 Philip C. Jessup International Law Moot Court Competition; financial income in the bounds of the project was USD 18,220.
2. Income for replenishment of the AMD Bank account was AMD 114,000.
3. Income from legal services was AMD 15,000.

The following expenditures were made on the account of the balance of the beginning of the year and the income for 2007:

1. On the account of investments AMD 130.5 thousand,
2. On the account of provided services AMD 14.5 thousand,
3. In the bounds of the grant AMD 4737.0 thousand.

Financial reports of the Foundation are signed by the Director and the Chief Accountant.

Accounting Policy

- *Principles of compiling financial reports:*

The financial reports are compiled in accordance with the Republic of Armenia Law on Accounting, and the Republic of Armenia Accounting Standards.

- *Accounting principles:*

Going-concern, consistency, clarity, importance, unity, reliability.

- *Inventories:*

Entering and writing out of inventory is made according to the time factor – first - in - first - out costing method (FIFO formula).

- *Taxes:*

Tax deductions are realized in accordance with the Republic of Armenia tax legislation.

- *Revenue recognition:*

Revenue is recognized in compliance with the Republic of Armenia standard 20, on systematic basis, for the periods when they refund corresponding expenditures.

Financial assets for 2007 were accumulated from funds provided by the founders, as well as contributions from different donors:

In 2007 the sum of 4,882,000 (four million eight hundred and eighty-two thousand) AMD from means of the Fund was spent.

In 2007 Members of the Board of Trustees did not use the financial means of the Fund.

Artak Saribekyan is Director of the Law Foundation of Armenia, Alvard Hovhannisyan is Chief Accountant.

Director



Artak Saribekyan

A. Saribekyan

Chief Accountant

Alvard Hovhannisyan

A. Hovhannisyan

THE LAW FOUNDATION OF ARMENIA

BALANCE SHEET, FORM N 1

31 December 2007

7 Nalbandyan Str., apt. 2

Thousand drams

ASSETS	2006	2007
Non-Current Assets		
Capital Assets	0	759
Total Non Current Assets	0	759
Current Assets		
Current receivables	0	4
Cash and cash equivalents	18.5	18
Total Current Assets	18.5	22
BALANCE	18.5	781

LIABILITIES	2006	2007
Equity		
Accumulated Profit	0.0	4
Total Equity	0.0	4
Non-Current Liabilities		
Grants related to assets	0.0	759
Total Non-Current Liabilities	0.0	759
Current Liabilities		
Short-Term Receivables to Budget	0.0	4
Grants related to income	18.5	14
Total Current Liabilities	18.5	18
BALANCE	18.5	781

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BALANCE SHEET, FORM N 1

31 December 2007

7 Nalbandyan Str., apt. 2

Thousand drams

	2006	2007
Revenue from realization of products, goods, labour and services	0	13
Prime cost of realized products, goods, labour and services	0	0
gross profit (loss)	0	13
Realization costs	0	0
Administrative costs	(14)	(15)
Profit (loss) from realization of products, goods, labour and services	(14)	(2)
Other Operating income, including:	263	4,875
Other Operating expenses, including:	(247)	(4,798)
Operating profit (loss)	2	75
Financial expenses	0	0
Profit (loss) for investments calculated by the shareholders participation method	0	0
Profit (loss) from the sales of terminated operating assets and repayment of debts.	0	0
Other Non-Operating profit (loss), including:	(2)	(69)
Profit (loss) from normal operating activities	0	6
Profit (loss) from odd cases	0	0
Net income (loss) prior to decrees of expenditures of the income tax	0	6
Expenditures (refund) due to income tax	0	(1)
Net income (loss) after the decrees of expenditures of the income tax	0	5
Base profit (loss) per share*	0	0
Diluted profit (loss) per share*	0	0

Cash and cash equivalents

	2006	2007
Cash in vault	0	0
Cash in bank accounts, including:		
Bank account in Armenian Drams	10	11.4
Bank account in foreign currency	8	6.9
Total financial assets on bank accounts	18	18.3

	2006	2007
Cash in vault	0	0
Cash in bank accounts, including:		
Bank account in Armenian Drams	10	11.4
Bank account in foreign currency	8	6.9
Total financial assets on bank accounts	18	18.3



Director

Artak Saribekyan

A. Saribekyan

Chief Accountant

Alvard Hovhannisyan

A. Hovhannisyan

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