

ASIAN DEVELOPMENT BANK MEMBER FACT SHEET



Armenia: 2022 Commitments (\$ million)^a

Product Type	Sovereign	Nonsovereign	Total
Loans	100.00	–	100.00
Technical Assistance ^b	2.83	0.35	3.18
Trade and Supply Chain Finance Program ^c	–	9.74	9.74
Total	102.83	10.08	112.91

– = nil, DMC = developing member country, TA = technical assistance.

Notes:

Commitment is the financing approved by ADB's Board of Directors or Management for which the legal agreement has been signed by the borrower, recipient, or the investee company and ADB.

Grants and TA include ADB-administered cofinancing.

^a Numbers may not sum precisely because of rounding.

^b Financing for TA projects with regional coverage is distributed to their specific DMCs where breakdown is available.

^c Long-term ADB-financed commitments from private sector programs with maturity of 365 days or more.

ADB helps Armenia to diversify its economic growth and widen inclusiveness with investments and reform engagements in infrastructure, human capital development, and regional cooperation and integration.

ARMENIA

The Asian Development Bank (ADB) has been in partnership with Armenia since 2005 and remains one of the country's largest multilateral development partners.

Current ADB operations in Armenia are implemented under the country partnership strategy (CPS), 2019–2023, and target inclusive, diversified, and transformative growth. The strategy is consistent with the country's development priorities and is structured around three pillars: priority infrastructure investments in transport, energy, and urban development; assistance to reform service delivery in education, health, and financial services; and support for regional cooperation and integration. This CPS for Armenia is in its last year of implementation. The formulation of the new CPS covering 2024–2028 has started and is expected to be implemented by early 2024.

To date, ADB has committed 59 public sector loans, grants, and technical assistance totaling \$1.3 billion to Armenia. Cumulative loan disbursements to Armenia amount to \$1.42 billion. These were financed by regular and concessional ordinary capital resources. ADB's ongoing sovereign portfolio in Armenia includes 7 loans worth \$647.5 million.¹

ADB has supported Armenia through various programs mainly in transport, public finance, school safety, energy, water supply, and urban development since 2005. About 70% of the active sovereign lending portfolio is for transport, helping to develop an efficient, safe, and sustainable road network while improving domestic and cross-border connectivity for Armenia.

Armenia: Cumulative Commitments^{a,b,c,d}

Sector	No.	Total Amount (\$ million) ^e	% of Total Amount ^f
Project and Technical Assistance	77	1,703.22	92.31
Agriculture, Natural Resources, and Rural Development	2	33.18	1.80
Education	2	3.25	0.18
Energy	9	227.10	12.31
Finance	16	390.08	21.14
Health	2	14.11	0.76
Industry and Trade	2	1.42	0.08
Information and Communication Technology	–	0.27	0.01
Multisector	3	80.19	4.35
Public Sector Management	10	142.40	7.72
Transport	18	636.40	34.49
Water and Other Urban Infrastructure and Services	13	174.84	9.48
Trade and Supply Chain Finance Program^g	940	141.90	7.69
Finance	539	84.13	4.56
Industry and Trade	401	57.78	3.13
Total	1,017	1,845.12	100.00

– = nil, DMC = developing member country, TA = technical assistance.

^a Grants and TA include ADB-administered cofinancing.

^b Includes loans, grants, equity investments, TA, and private sector programs.

^c Using primary sector in the reporting of commitments.

^d From 2020, financing for TA projects with regional coverage is distributed to their specific DMCs where breakdown is available.

^e Numbers may not sum precisely because of rounding.

^f ADB-financed commitments from private sector programs of which \$53.13 million is short term (with maturity of less than 365 days).

¹ Sovereign portfolio consists of loans, grants, equity investment, and sovereign guarantee committed and not financially closed. Regional projects with loans/grants to multiple countries are reported separately.



Three years of the government's fiscal consolidation enabled ADB to gradually build up investments in Armenia. In 2022, ADB committed \$100 million for Subprogram 1 of the [Fiscal Sustainability and Financial Markets Development Program](#). It builds on ADB's previous reform engagement in Armenia and will help the government further strengthen its fiscal management policies and practices, improve the infrastructure of money markets and the government securities market, and promote capital markets. Agence Française de Développement cofinanced the program for €100 million.

ADB is also one of the largest financiers for the private sector in Armenia with operations covering utilities and infrastructure, financial institutions, and agribusiness. As of December 2022, the total commitment for loans and equity investment in Armenia amounted to \$377 million.

Nonsovereign operations. Total outstanding balances and undisbursed commitments of ADB's nonsovereign transactions in Armenia as of 31 December 2022 was \$187.51 million representing 1.47% of ADB's total private sector portfolio.

Operational challenges. The high level of public debt and the high volume of undisbursed balance of loan projects committed by the government from international financial institutions constrained the government's borrowing capacity during 2019–2021. As the fiscal space is gradually widening, ADB envisages expanding priority investments in transport, regional cooperation and integration, urban infrastructure, health, and agriculture in 2023 and over the medium term. Where possible, sovereign lending will also be structured to promote private sector participation and nonsovereign financing.

ADB and the government are working closely to accelerate project implementation and maintain good portfolio performance. ADB also continues to work closely with government counterparts and other stakeholders to enhance the human resource capacity of executing and implementing agencies for safeguards and project management.

KNOWLEDGE WORK

Knowledge products and services for Armenia include technical assistance programs for the development of a [transport sector strategy](#), development of [digital platforms to improve land management](#), [viability assessment](#) for potential wind power electricity generation projects, development of a [health workforce information system](#), development and implementation of a [pilot postgraduate educational program](#) on seismic resilient construction, deployment of a [distance education platform](#), supporting the improvement of [hazardous waste management](#), [assessments of regional exports potential](#) and value chains, and promoting a private sector enabling environment through supporting [insolvency legal framework](#) and [alternative dispute resolution](#) and [judicial capacity to efficiently adjudicate commercial law disputes](#). In 2022, a series of capacity development trainings and awareness-raising events on climate change context and priorities, future thinking and strategic planning, institutional knowledge planning and knowledge management, public investment management, health, and safety were organized for executing and implementing agencies.

Armenia: Share of Procurement Contracts for Loan, Grant, and Technical Assistance Projects

Item	Goods, Works, and Related Services	
	Amount (\$ million)	% of Total
2021	5.26	0.03
2022	124.35	0.77
Cumulative (as of 31 Dec 2022)	836.85	0.34
Item	Consulting Services	
	Amount (\$ million)	% of Total
2021	2.08	0.29
2022	1.10	0.21
Cumulative (as of 31 Dec 2022)	23.03	0.15
Item	Total Procurement	
	Amount (\$ million)	% of Total
2021	7.34	0.05
2022	125.45	0.75
Cumulative (as of 31 Dec 2022)	859.88	0.33

Top 5 Contractors/Suppliers from Armenia Involved in Goods, Works, and Related Services Contracts under ADB Loan and Grant Projects, 1 January 2018–31 December 2022

Contractor/Supplier	Sector	Contract Amount (\$ million)
AAB Project LLC - Dineshchandra R. Agrawal Infracon Pvt. Ltd. (JV)	TRA	21.78
Armenian Territorial Development Fund	WUS	5.26
Iunetworks LLC	FIN	3.08
Raf Ojakh LLC - Zhejiang Elec Barrel Co. Ltd. (JV)	WUS	2.57
National Center for Disease Control and Prevention	HLT	1.83
Others		208.90
Total		243.42

FIN = finance, HLT = health, JV = joint venture, TRA = transport, WUS = water and other urban infrastructure and services.

Top 5 Consultants from Armenia Involved in Consulting Services Contracts under ADB Loan, Grant, and Technical Assistance Projects, 1 January 2018–31 December 2022

Consultant	Sector	Contract Amount (\$ million)
Future Solutions NGO	EDU	0.69
Armavir Development Centre	HLT	0.44
Media-Model LLC	TRA	0.35
Uptime LLC	TRA	0.29
Artsakhroad JSC	TRA	0.20
Individual Consultants		4.52
Others		0.77
Total		7.26

EDU = education, HLT = health, TRA = transport.

FINANCING PARTNERSHIPS

Financing partnerships enable ADB's financing partner governments or their agencies, multilateral financing institutions, and private organizations to participate in financing ADB projects. The additional funds provided may be in the form of loans and grants, technical assistance, and nonsovereign cofinancing.

Cumulative cofinancing commitments in Armenia:

- Sovereign cofinancing: \$393.5 million for 3 investment projects and \$6.61 million for 8 technical assistance projects since 2009
- Nonsovereign cofinancing: \$491.67 million for 6 investment projects since 2004

In 2022, Armenia received \$100 million cofinancing from the Agence Française de Développement for the Fiscal Sustainability and Financial Markets Development Program – Subprogram 1.

A summary of projects with cofinancing from 1 January 2018 to 31 December 2022 is available at www.adb.org/countries/armenia/cofinancing.

FUTURE DIRECTIONS

ADB planned projects and technical assistance are consistent with Armenia's development priorities and support five areas—the economy, infrastructure development, human capital development, justice, and institutional development. ADB envisages a flexible and adaptive approach to government needs which supports all three strategic pillars of the CPS.

ADB's planned operational support includes additional financing for reconstruction and retrofitting of selected schools, extension of the road network and transport infrastructure in Yerevan city, the government's reform agenda in health, urban environment improvements in selected secondary towns, development of high-value crop chain, construction of a southern road section for regional connectivity, and a framework program to protect Lake Sevan from climate change. ADB will also support Armenia's reform efforts through programmatic engagement. To ensure Paris Agreement alignment, new projects and programs will incorporate climate change adaptation and mitigation measures.

Armenia: Ordinary Capital Resources Nonsovereign Commitments by Product

	2022	2018–2022
Number of Transactions Signed (OCR)	0	6
Number of Transactions Signed (Programs)	53	740
	Amount (\$ million)	
Loans	–	130.86
Equity Investments	–	30.00
Guarantees	–	–
Debt Security	–	–
Trade and Supply Chain Finance Program and Microfinance Program	9.74	95.88
Total	9.74	256.74

– = nil, OCR = ordinary capital resources.

Armenia: Portfolio Performance Quality Indicators for Sovereign Lending and Grants, 2021–2022

No. of Ongoing Loans ^a (as of 31 Dec 2022)	7	
	2021 (\$ million)	2022 (\$ million)
Contract Awards ^{b,c}	4.01	21.87
Disbursements ^b	48.85	145.10
No. of Ongoing Grants ^{a,d} (as of 31 Dec 2022)	–	
	2021 (\$ million)	2022 (\$ million)
Contract Awards ^{b,c,d}	2.00	–
Disbursements ^{b,d}	(0.00)	–
At Risk Projects (%) ^e (as of 31 Dec 2022)	–	

– = nil, () = negative, 0.00 = less than \$50,000.

Note: Totals may not add up because of rounding.

^a Based on commitments.

^b Includes closed loans/grants that had contract awards or disbursements during the year.

^c Excludes policy-based, results-based, financial intermediation/credit, CPRO (COVID-19 Pandemic Response Option), and fully administered cofinanced loans and grants.

^d Includes only Asian Development Fund and other ADB special funds.

^e Covers active projects as of 31 December 2022.

Armenia: Independent Evaluation Ratings for Sovereign and Nonsovereign Operations, 2013–2022

	Total Number of Validated and Evaluated Projects and Programs	Evaluation Ratings		
		Highly successful and successful	Less than successful	Unsuccessful
Sovereign Operations	7	6	1	–
Nonsovereign Operations	9	8	1	–

– = nil, IED = Independent Evaluation Department.

Note: The numbers indicate sovereign and nonsovereign operations in the country that have been validated or evaluated by the IED and their overall performance ratings. The coverage consists of all validated or evaluated project completion reports and extended annual review reports circulated by ADB within the 10-year period from 1 July 2012 to 30 June 2022. See [evaluations](#) related to Armenia.

Source: IED success rate database.

Armenia: Projects Cofinanced, 1 January 2018–31 December 2022

Cofinancing	No. of Projects	Amount (\$ million)
Sovereign	4	102.85
Loan	1	100.00
Technical Assistance	3	2.85
Nonsovereign	3	265.27

ADB AT A GLANCE

ADB is committed to achieving a prosperous, inclusive, resilient, and sustainable Asia and the Pacific, while sustaining its efforts to eradicate extreme poverty. It has 68 members—of which 49 are from Asia and the Pacific and 19 outside. ADB headquarters is in Manila, Philippines and has 43 offices around the world, with 3,775 staff from 66 members as of 31 December 2022.

ADB maximizes the development impact of its assistance to its members by providing financing and tailored knowledge solutions through policy dialogue and advisory services, among others. It mobilizes financial resources through cofinancing from official, commercial, and export credit sources.

ADB met strong demand for its assistance in 2022. It unlocked greater resources for its members through the private sector and partnerships. ADB provided financing for climate change mitigation and adaptation initiatives, education quality and access, affordable health care, and more sustainable and climate-resilient food systems. In 2022, 97% of ADB operations contributed to gender equality. ADB fostered greater regional collaboration on issues such as health threats and tax cooperation. ADB also responded to demand for tailored knowledge solutions from its members.

ADB operations. In 2022, ADB committed \$20.5 billion in loans, grants, equity investments, guarantees, private sector programs, and technical assistance to both the public and private sectors of its borrowing members. ADB bolstered its total support with cofinancing of \$11.4 billion.

As of 31 December 2022, ADB's cumulative commitments in 45 countries stood at \$358.4 billion covering 4,189 loans, \$12.6 billion in 566 grants, and \$5.5 billion in technical assistance grants, including regional technical assistance grants.

In addition to loans, grants, and technical assistance, ADB uses guarantees, equity investments, and private sector programs to help its developing member countries.

Total commitments in nonsovereign loans, equity investments, and guarantees from ADB's own funds in 2022 amounted to \$1.1 billion for 37 transactions in economic and social infrastructure, finance sector, and agribusiness.

In 2022, ADB mobilized \$1.7 billion of long-term project cofinancing and \$5.3 billion of cofinancing through its Trade and Supply Chain Finance Program and Microfinance Program. Total outstanding balances and undisbursed commitments of nonsovereign transactions funded by ADB's own resources stood at \$12.8 billion as of 31 December 2022.

FINANCING PARTNERSHIPS

Total sovereign and nonsovereign cofinancing commitments, 2022

- \$11.39 billion for 165 projects, of which:
 - » \$11.2 billion, 75 investment projects,
 - » \$126.49 million, 87 technical assistance projects,
 - » \$60 million transaction advisory services mandates for 3 projects.

Cumulative sovereign and nonsovereign cofinancing commitments, 1970–2022

- \$151.87 billion for 3,292 projects, of which:
 - » \$147.81 billion, 1,163 investment projects,
 - » \$2.92 billion, 2,120 technical assistance projects,
 - » \$1.13 billion transaction advisory services mandates for 9 projects.

PROCUREMENT

ADB's Procurement Contracts, 2022

Goods, Works, and Related Services

ADB's procurement contracts in Asia and the Pacific for goods, works, and related services under loan and grant operations:

- \$15.23 billion in 2021
- \$16.19 billion in 2022
- \$247.06 billion covering 228,149 contracts, cumulative procurement since 1966.

Consulting Services

ADB's procurement contracts in Asia and the Pacific for consulting services under loan, grant, and technical assistance operations:

- \$706.65 million in 2021
- \$535.61 million in 2022
- \$15.45 billion covering 74,995 contracts, cumulative procurement since 1966.

MORE ABOUT ARMENIA AND ADB

Shareholding and Voting Power

Number of shares held:	31,671 (0.298% of total shares)
Votes:	70,785 (0.532% of total membership, 0.817% of total regional membership)
*Overall capital subscription:	\$421.49 million
*Paid-in capital subscription:	\$21.12 million

*United States dollar figures are valued at rate as of 31 December 2022.

ADB Governor: Vahe Hovhannisyan

ADB Alternate Governor: Eduard Hakobyan

ADB Director: Arif Baharudin (Indonesia)

ADB Alternate Director: Karen Murray (New Zealand)

ADB Director's Advisors: Anushik Avetyan (Armenia) and Mohammed Jabid (Fiji)

CONTACTS

Armenia Resident Mission (ARRM)

Established: 2008

Country Director: Paolo Spantigati

2 Vazgen Sargsyan Street, 7th Floor
Kamar Business Center
Yerevan 0010, Republic of Armenia
Tel: +374 10 512300
ARRMReception@adb.org
www.adb.org/armenia
www.facebook.com/adbarmenia

ADB Headquarters

6 ADB Avenue, Mandaluyong City
1550 Metro Manila, Philippines
Tel: +63 2 8632 4444
Fax: +63 2 8636 2444
www.adb.org

Ministry of Finance

1 Melik-Adamyan Street,
Yerevan 0010, Armenia
Tel: +374 11 800156
Fax: +374 11 800132
secretariat@minfin.am

Useful ADB websites

Asian Development Bank
www.adb.org

Annual Report
www.adb.org/documents/series/adb-annual-reports

Asian Development Outlook
www.adb.org/publications/series/asian-development-outlook

ADB Data Library
data.adb.org

Notes: (i) Figures are estimated by ADB unless otherwise stated. "\$" refers to United States dollars. (ii) Data are updated as of 31 December 2022 unless otherwise indicated.