

ANNUAL REPORT

2022

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ABOUT THE ORGANIZATION



Mission

To promote good governance and democratic processes to contribute to strong statehood and a corruption-free Armenia



Values

Justice

Courage

Accountability

Democracy

Integrity

Transparency

Executive Director



Sona
Ayvazyan

Board



Armen
Ohanyan



Izabella
Sargsyan



Arsen
Kharatyan



Talin
Grigoryan



Zaruhi
Hovhannisyan

Ethics Committee



Artur
Grigoryan



Lana
Karlova



Varuzhan
Hochtanyan



34 members of
general meetings



1 annual session of
the general meeting



2 board
meetings

TEAM



Sona
Ayvazyan



Aleksey
Petrosyan



Amalia
Umurshadyan



Anahit
Hovakimyan



Anahit
Gharibyan



Anzhela
Amirjanyan



Anush
Hakobyan



Araqsya
Khachatryan



Aren
Manukyan



Armine
Tokhmakhyan



Armen
Khudaverdyan



Gohar
Hayryan



Gayane
Baghdasaryan



Hayk
Davtyan



Hayk
Martirosyan



Mariam
Hoveyan



Meri
Minasyan



Nvard
Manasyan



Shushanik
Avagyan



Lusine
Stepanyan



Narine
Nushervanyan



Zhanet
Avetisyan



Sargis
Ghonyan



Varuzhan
Hochtanyan



Tatevik
Ghazaryan



Tatevik
Margaryan



Tigran
Mughnetsian



Christine
Margaryan



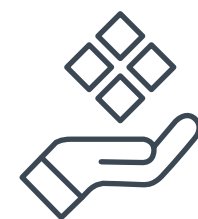
Corruption prevention

Support an effective anticorruption policy with the development of legislation preventing corruption risks and promote the establishment of institutions of integrity and mechanisms preventing corruption in the public sphere



Law and enforcement

Pursue the law enforcement practices and the process of recovering illegal property and holding liable and assist citizens in the protection of the public interest



Public resources and services

Promote effective, transparent and accountable management of public property and public finances as well as the improvement of the quality of public services and reduction of corruption risks



Political system, elections

Support holding free and fair elections, assist with the establishment of the institution of political parties and the improvement of transparency

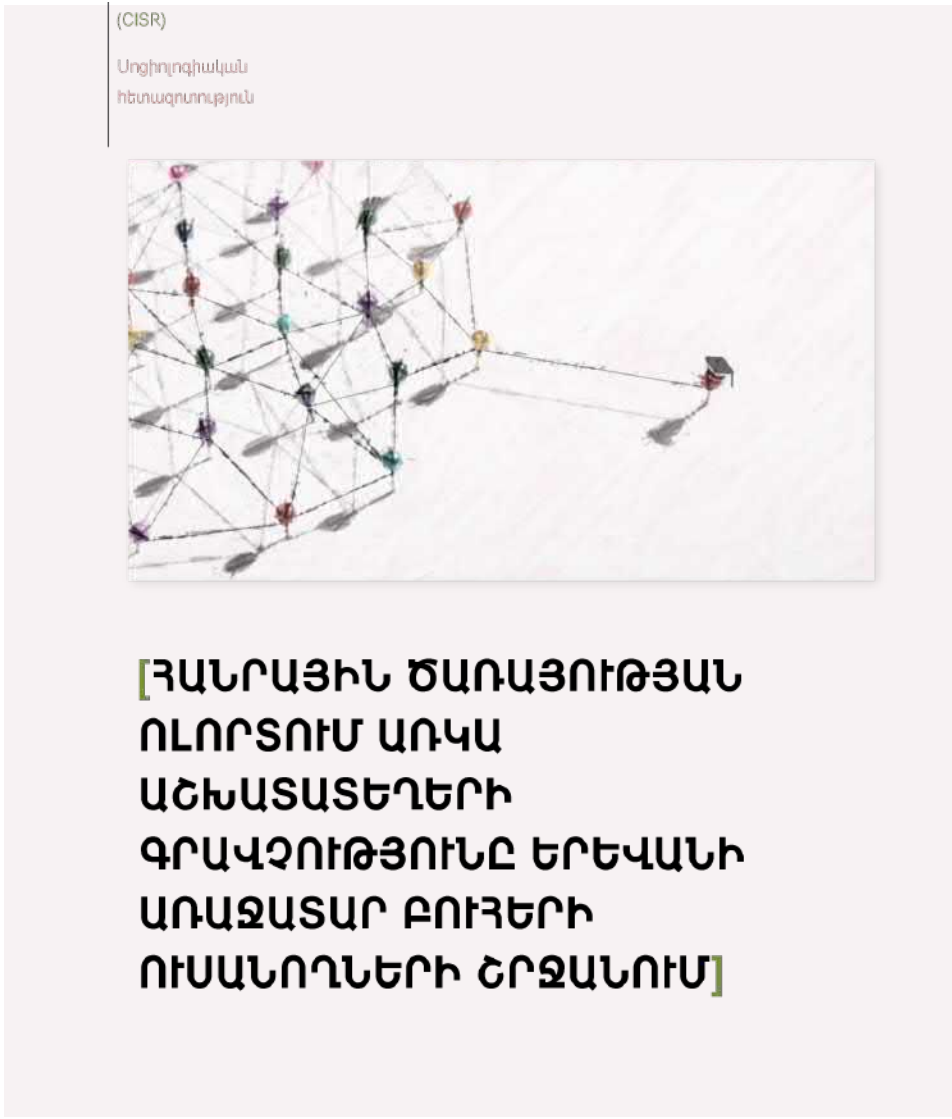
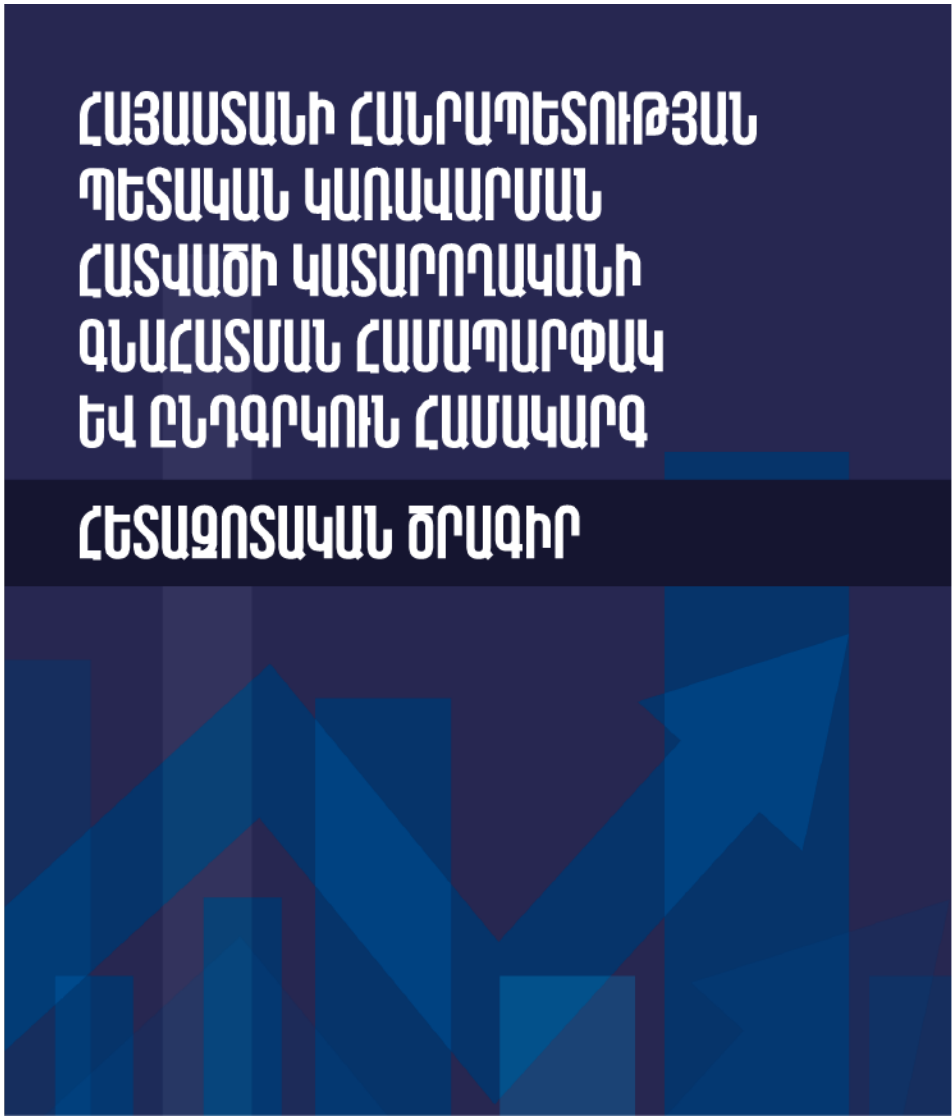


Anticorruption education, civic space

Promote civic and anticorruption knowledge and shaping of values, contribute to the improvement of CSO environment including both legislation and practice, promote the improvement of the institution of public participation as well as promote the development of civil society in Artsakh.

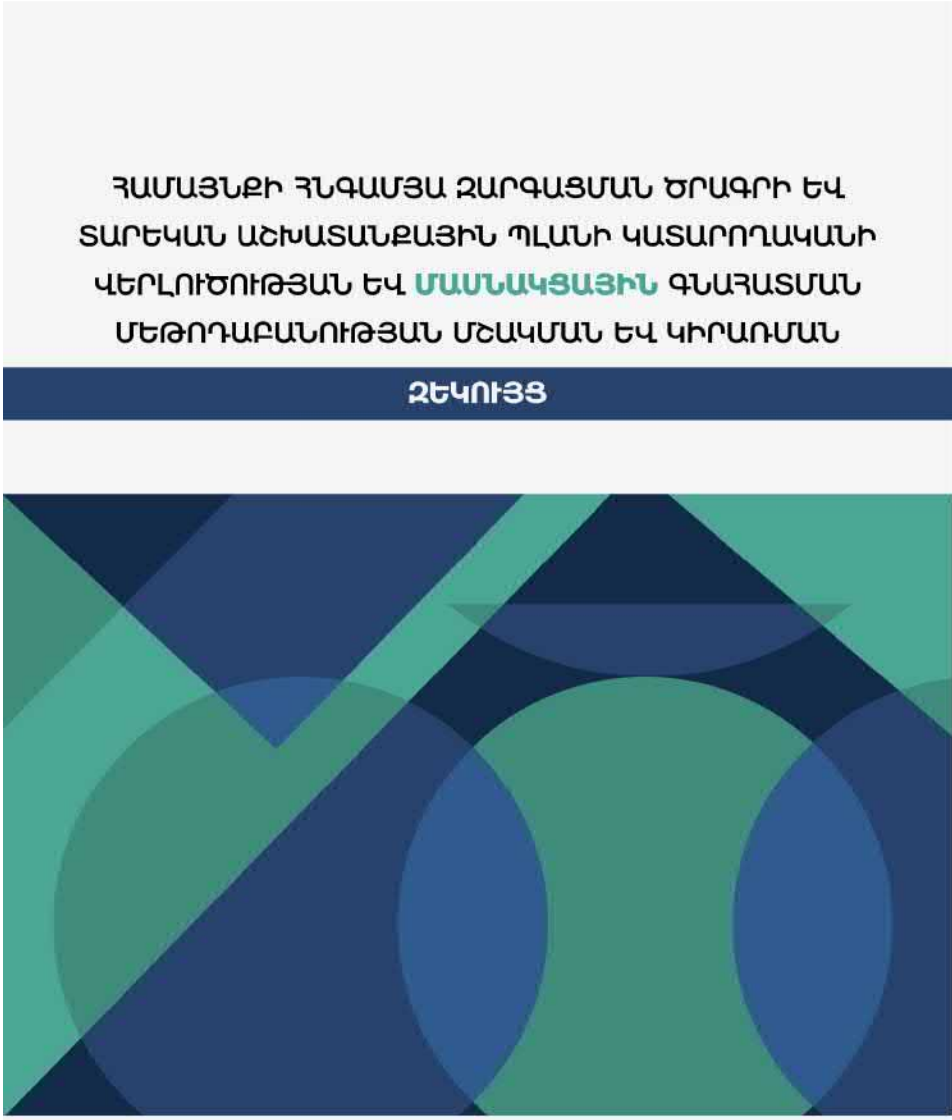
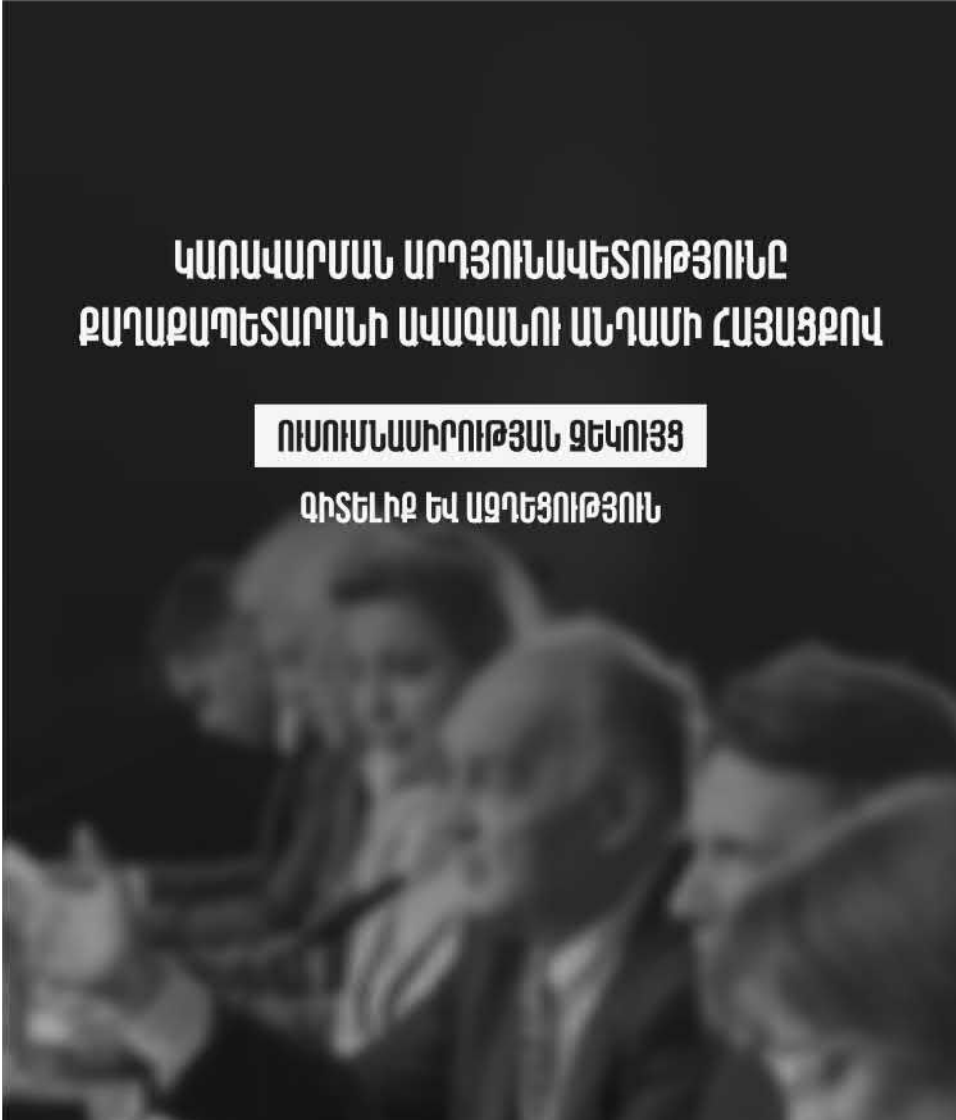
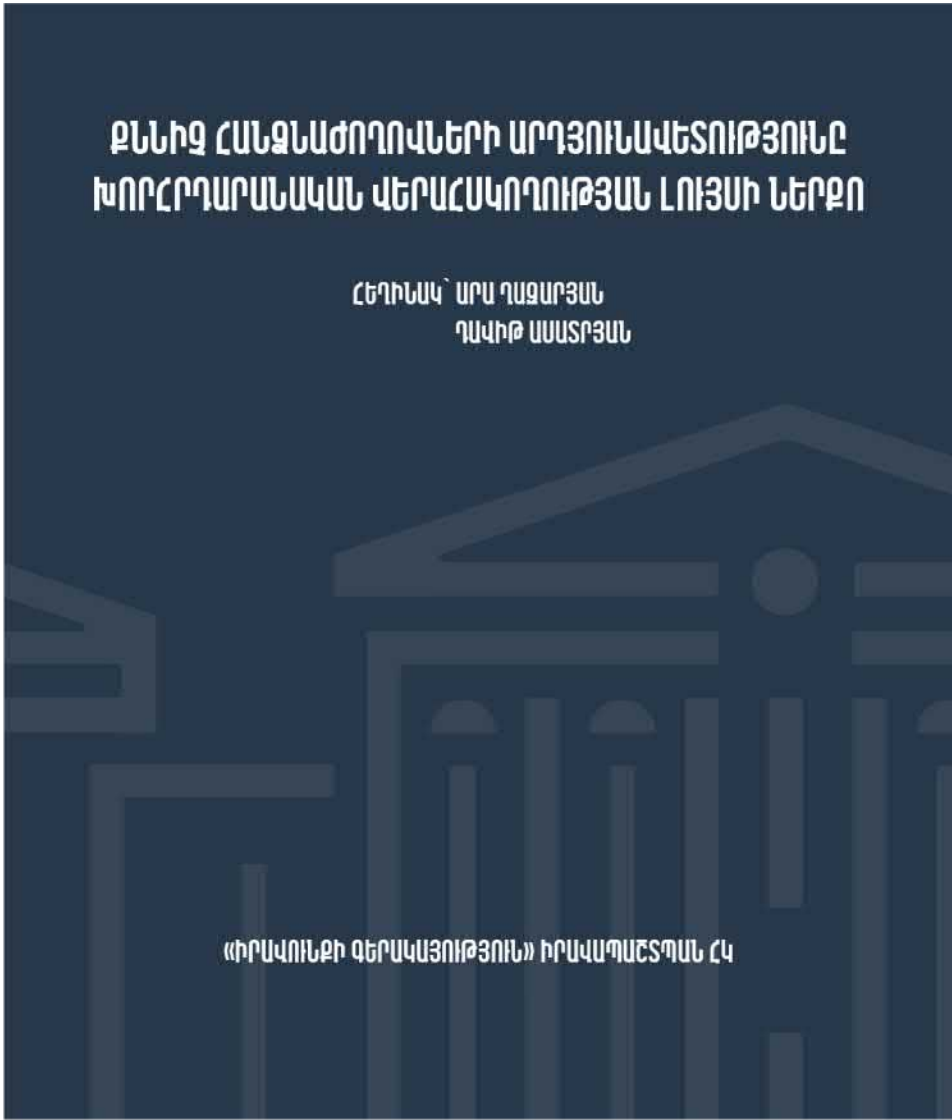
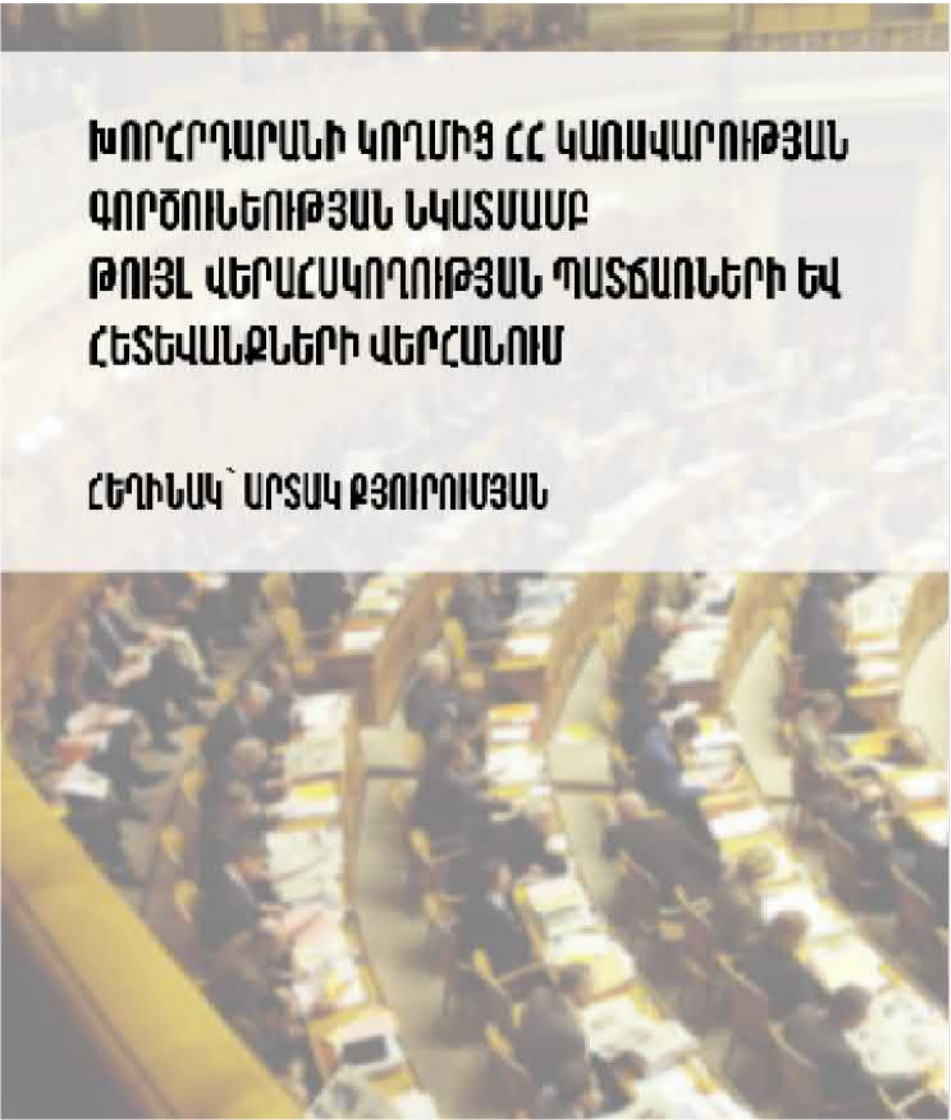


Public governance





Public governance

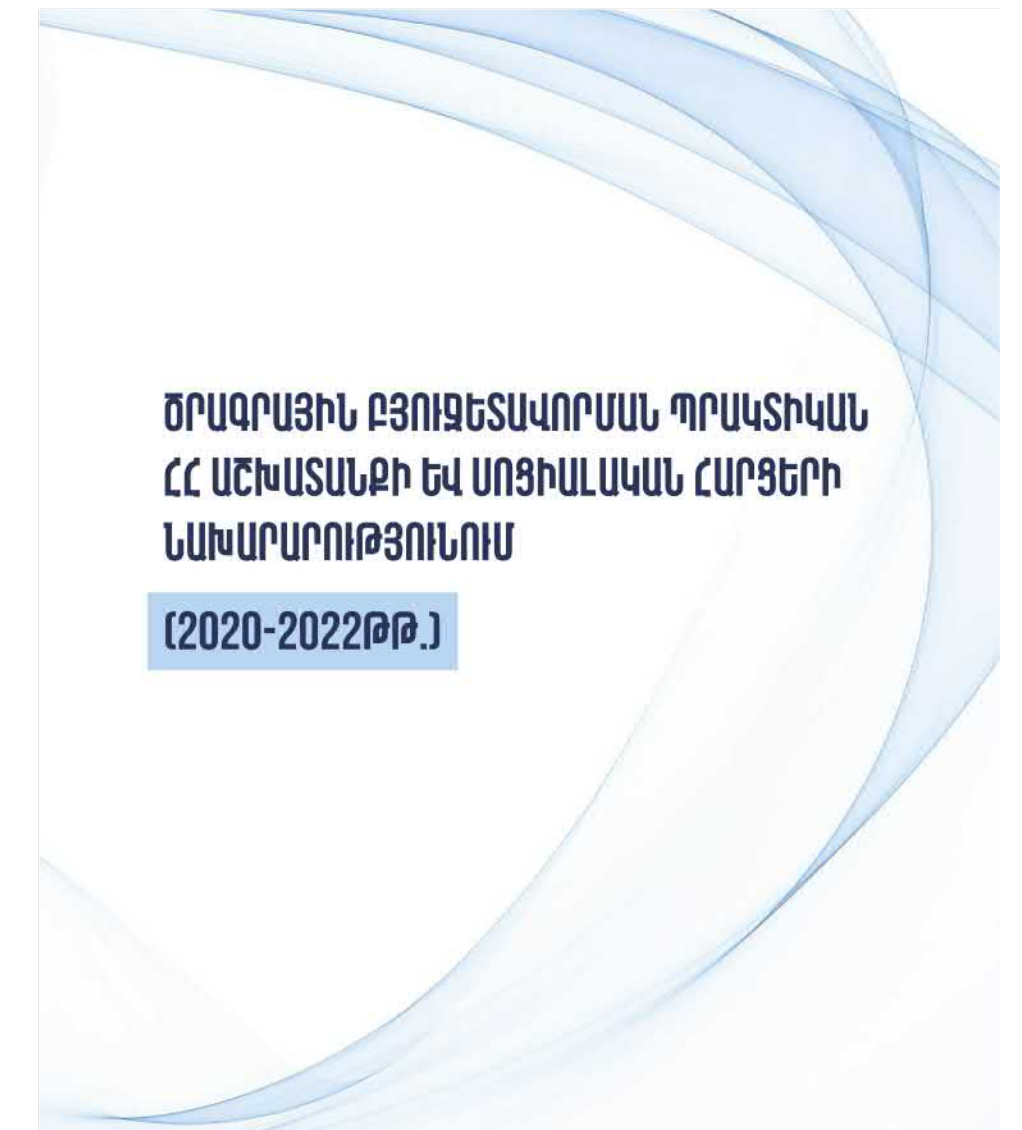




Public governance

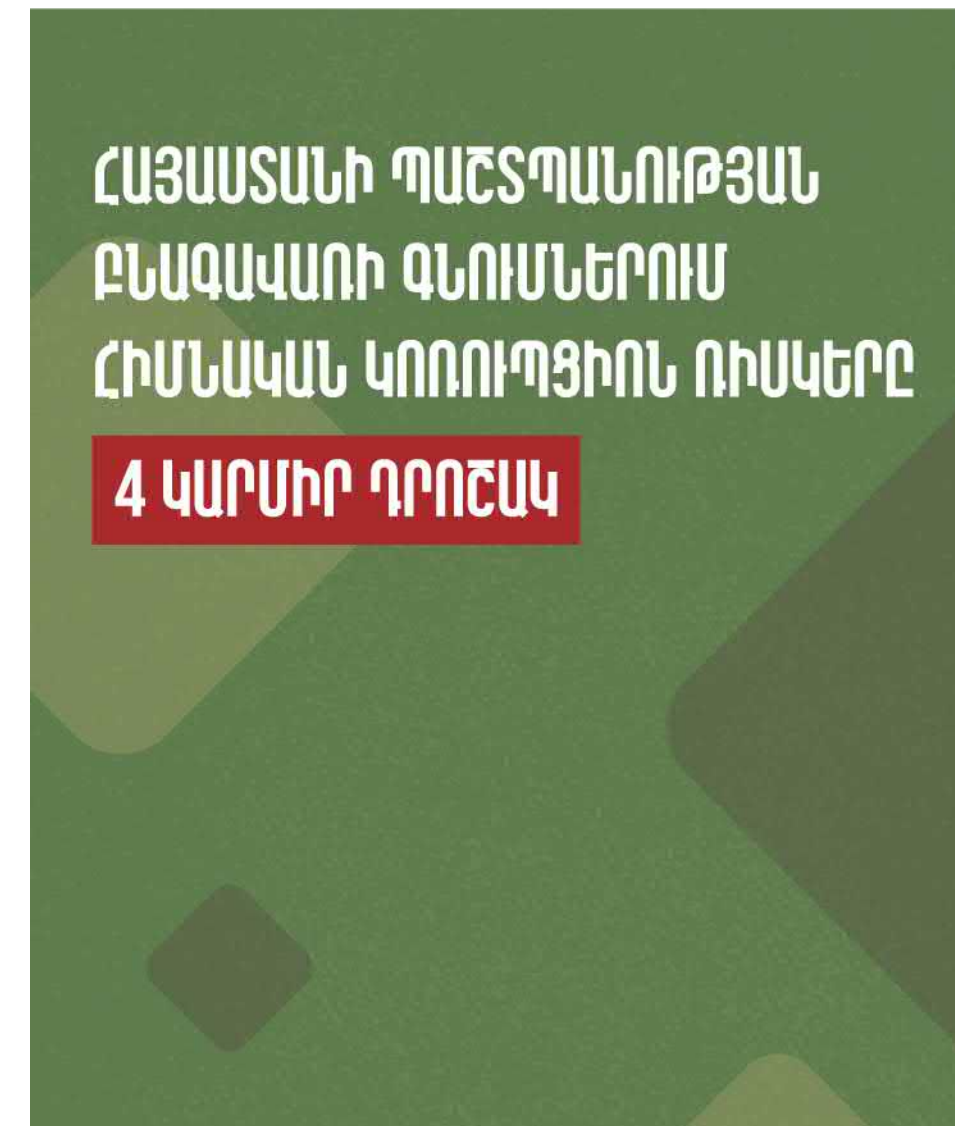
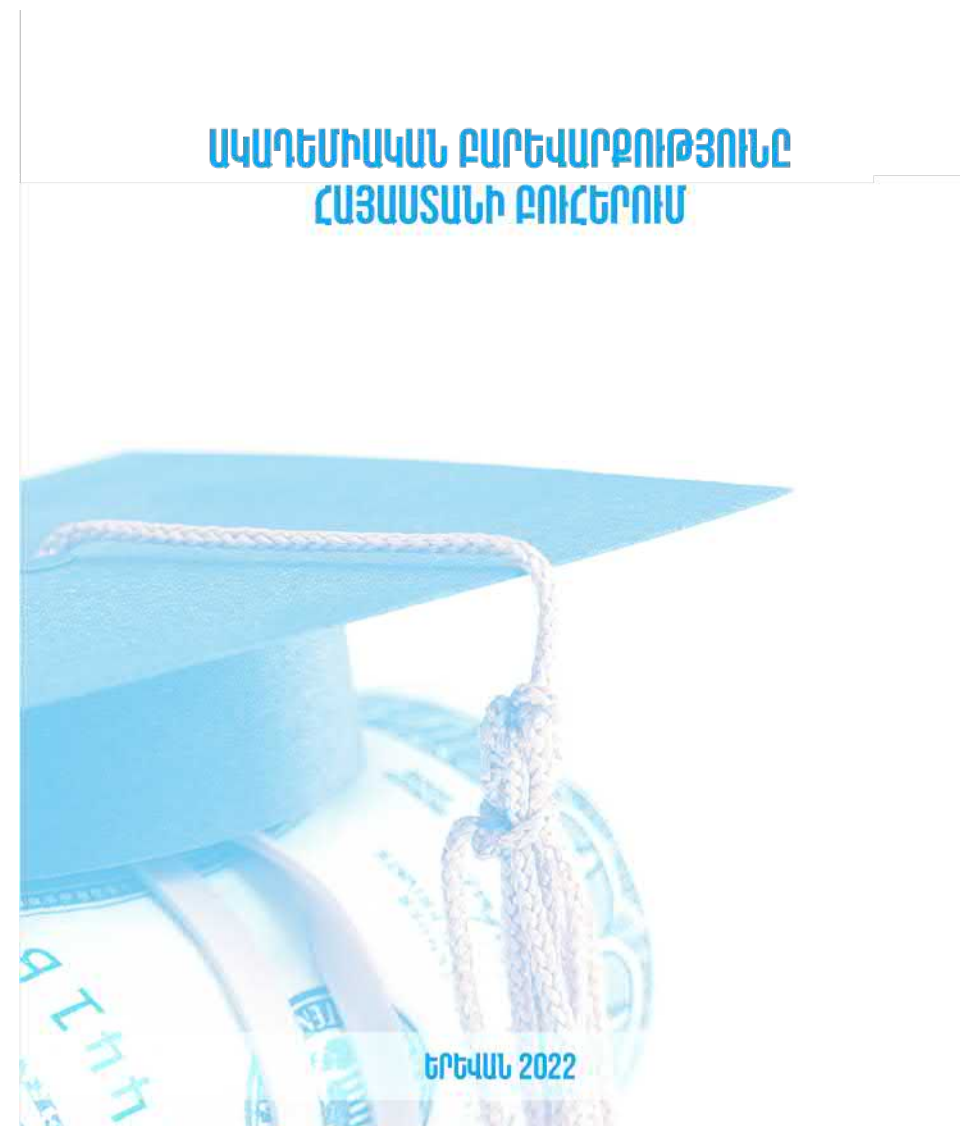


Public finance



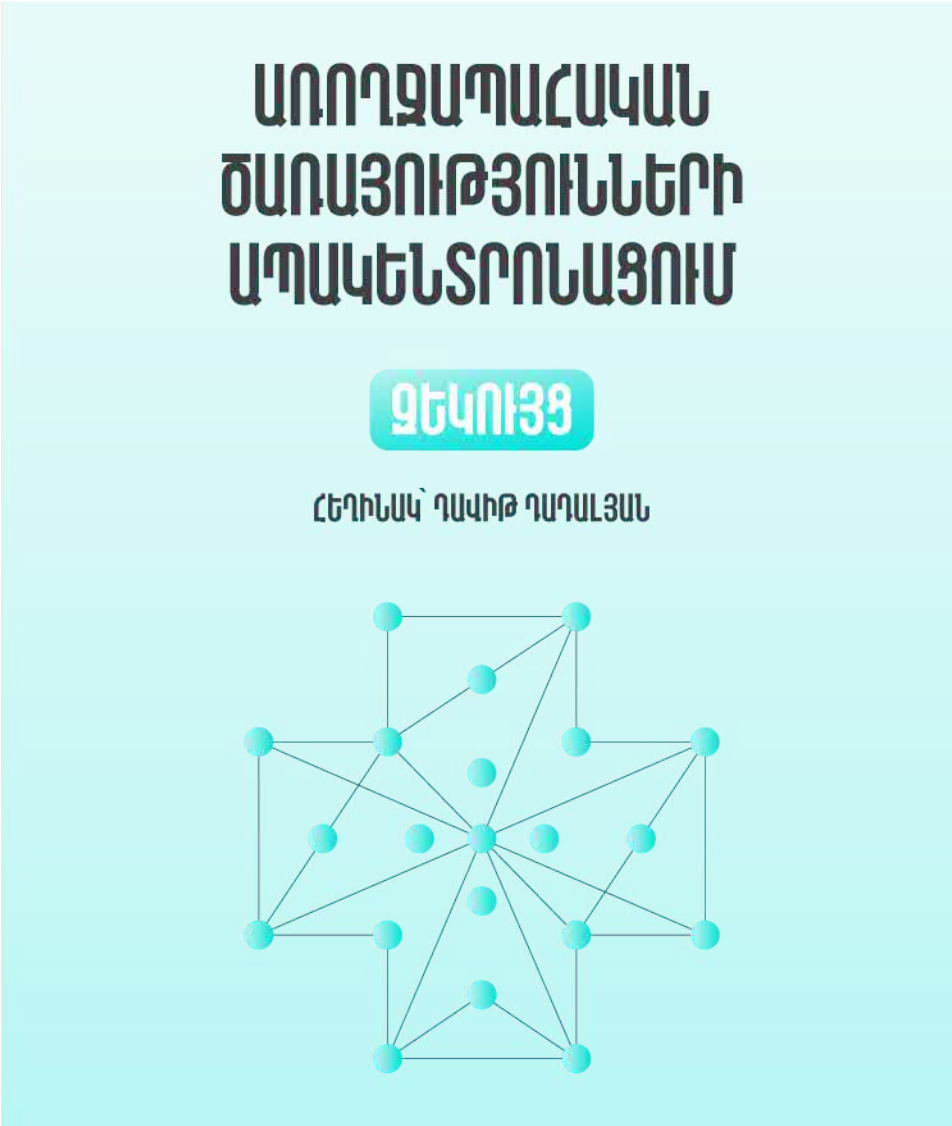


Public resources and services





Public resources and services



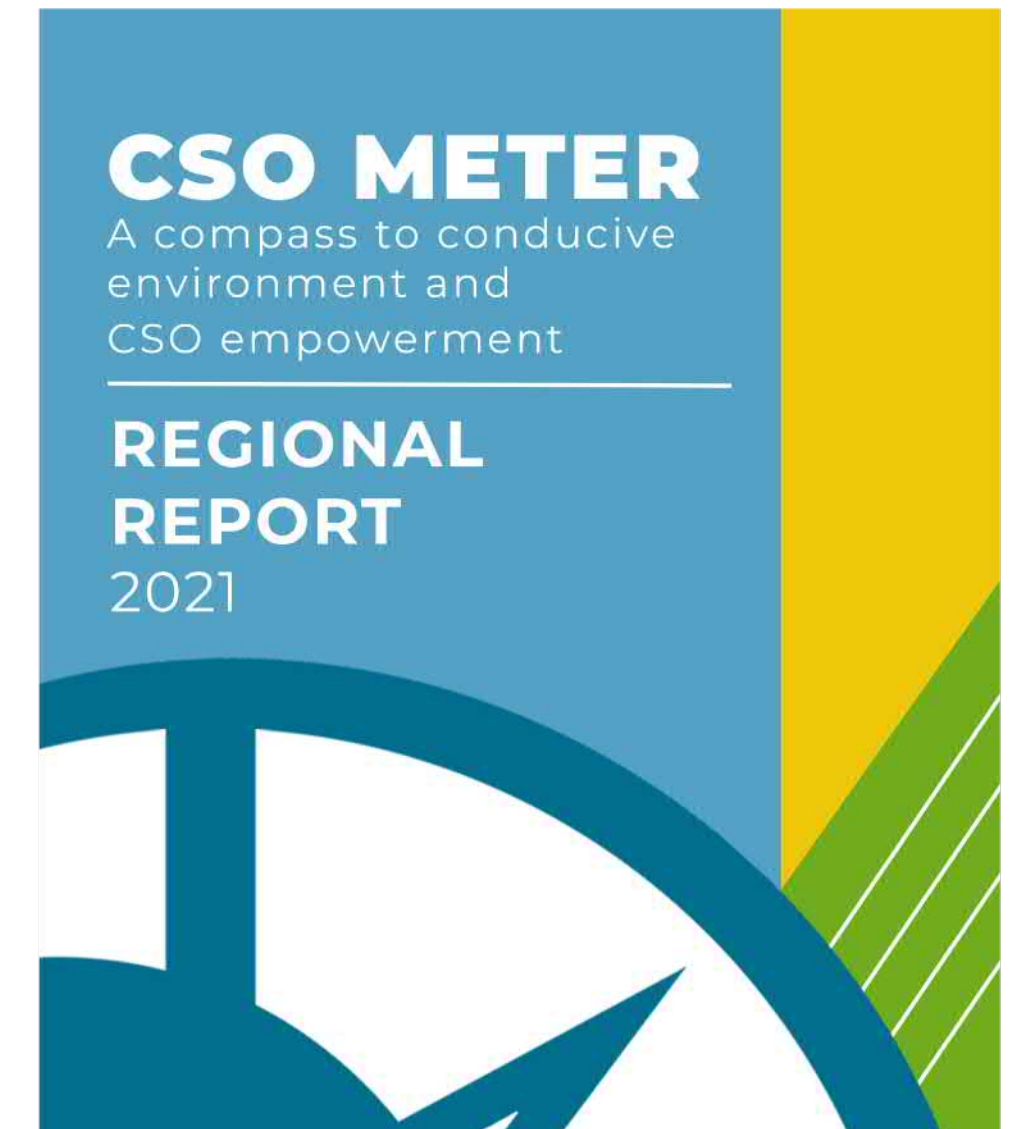
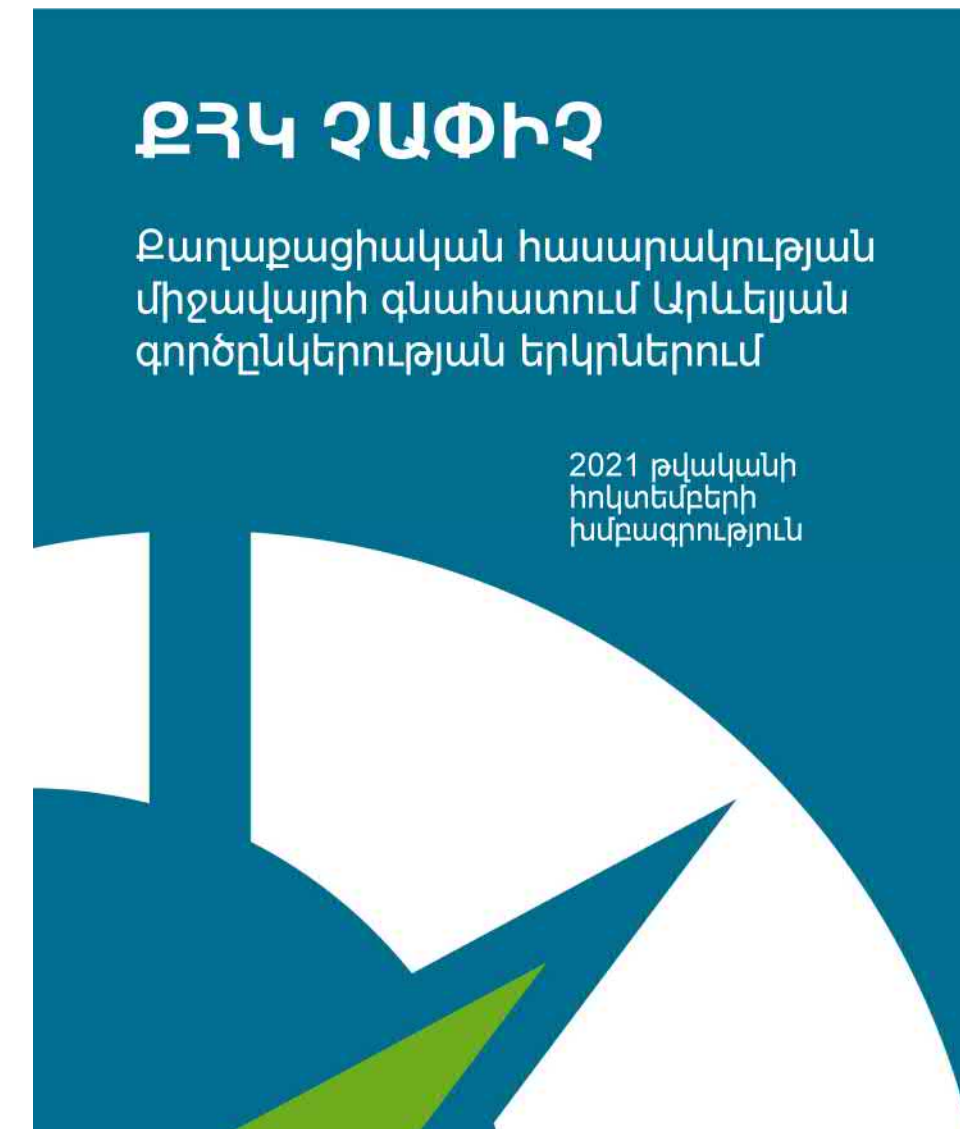
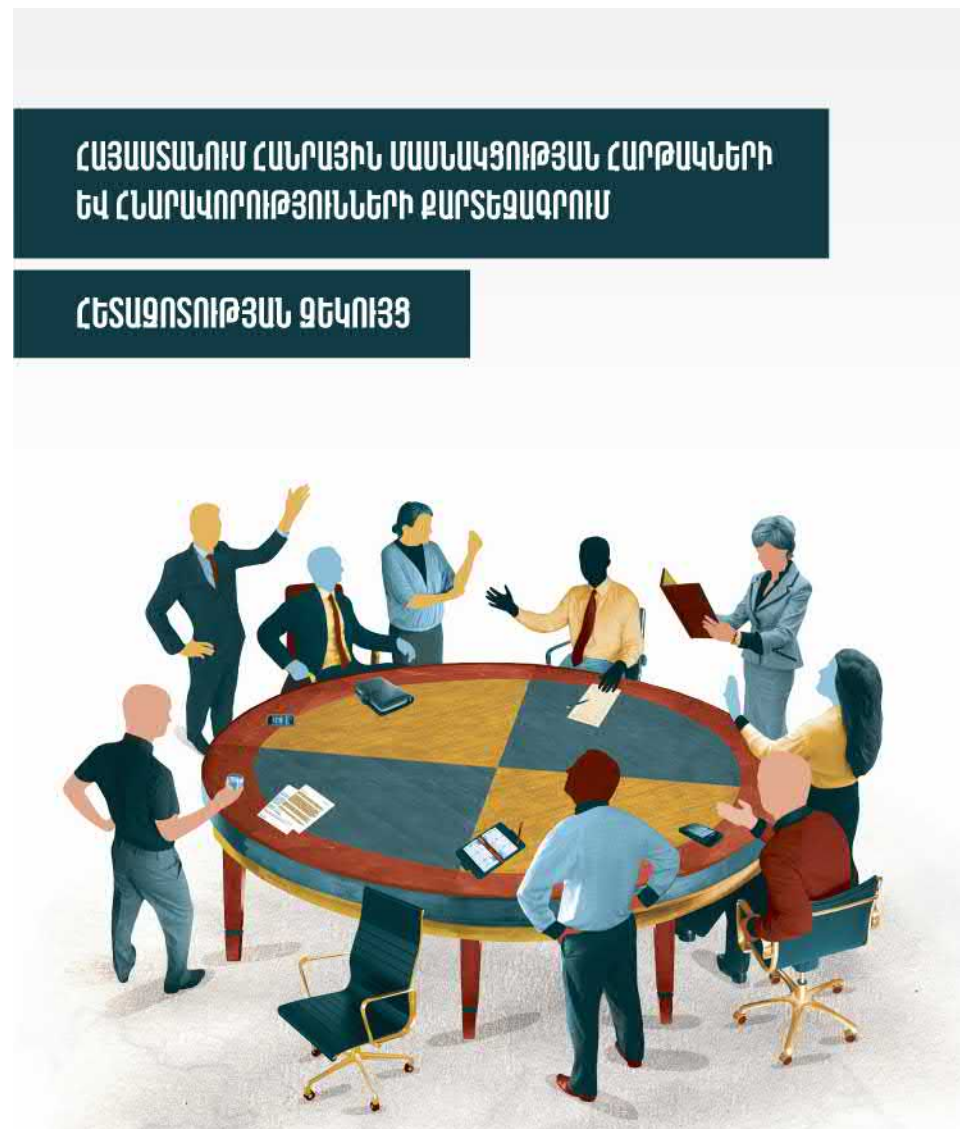


Public resources and services





Civic space

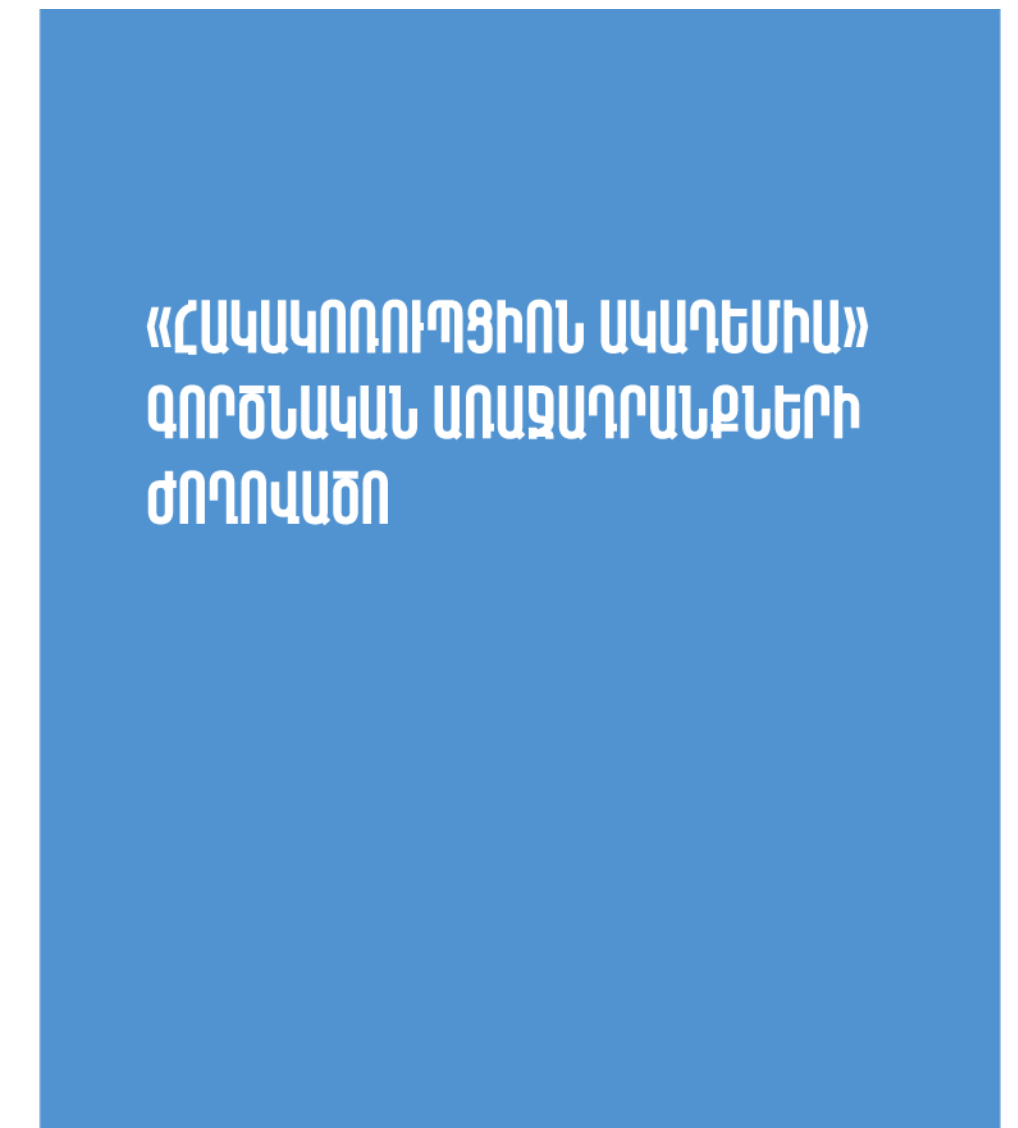
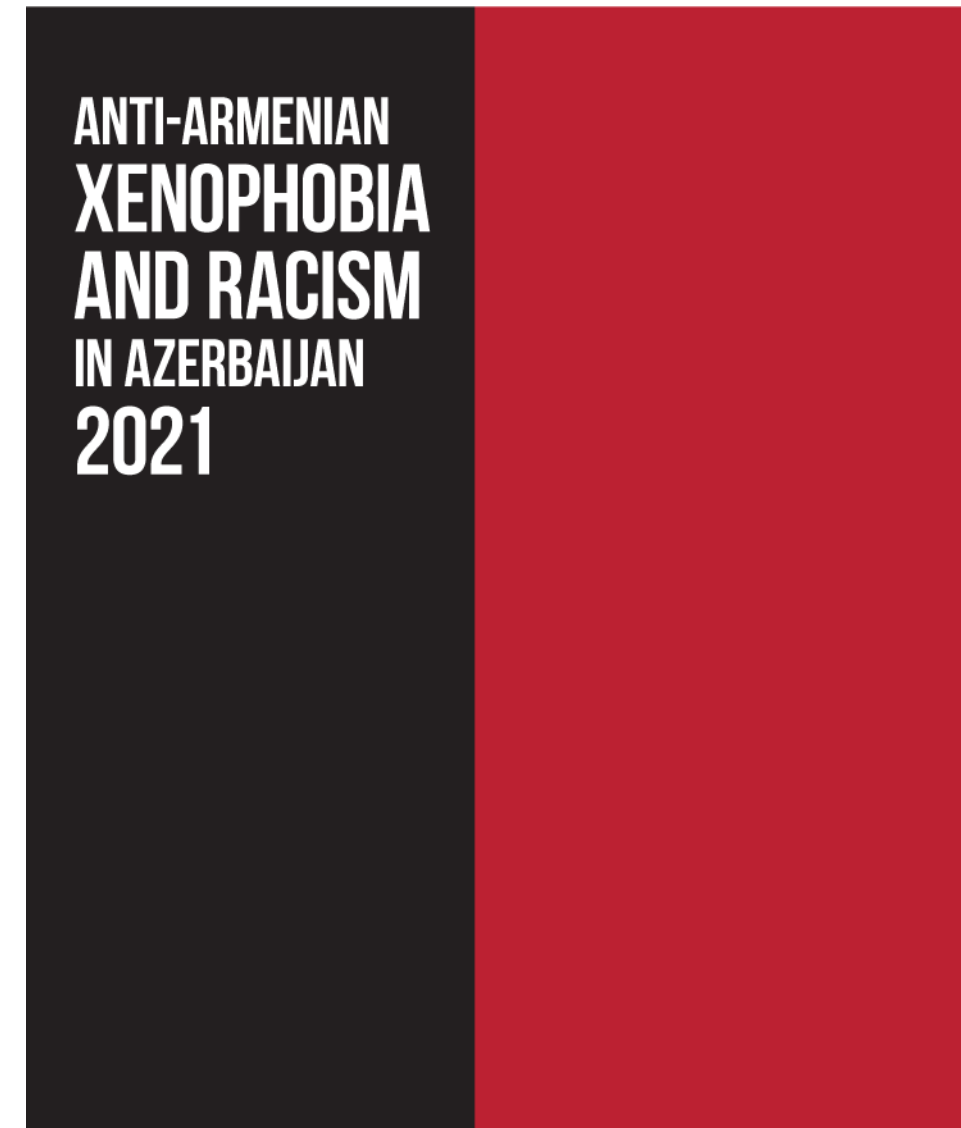




Civic space



Anticorruption education



ՏԵՂԵԿԱՆՔ

2022 թ. մարտի 27-ի
ՏԻՄ ընտրությունների
դիտորդական առաքելություն

ՏԵՂԵԿԱՆՔ

2022թ. սեպտեմբերի 25-ի
ՏԻՄ ընտրությունների
դիտորդական առաքելություն



11

long-term observers



46

mobile observers



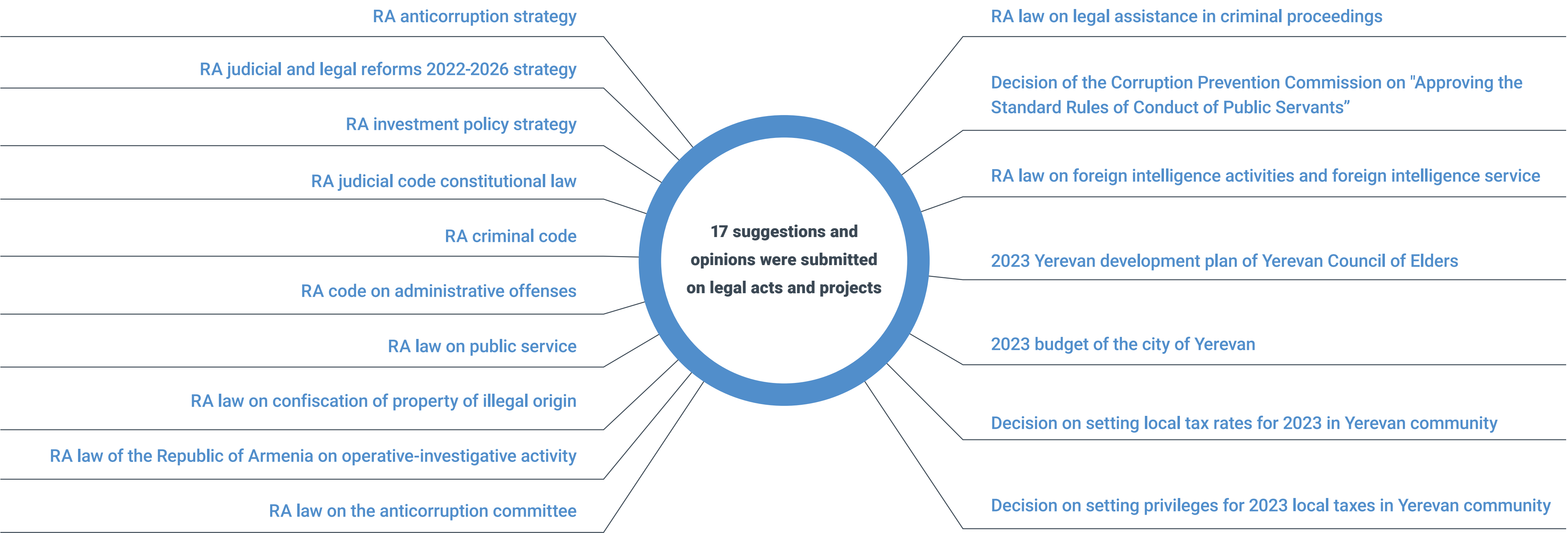
241

polling stations



The presidential elections held in Hungary and Serbia were observed.

Legislative recommendations and advocacy



ANTICORRUPTION EDUCATION AND AWARENESS

Anticorruption school



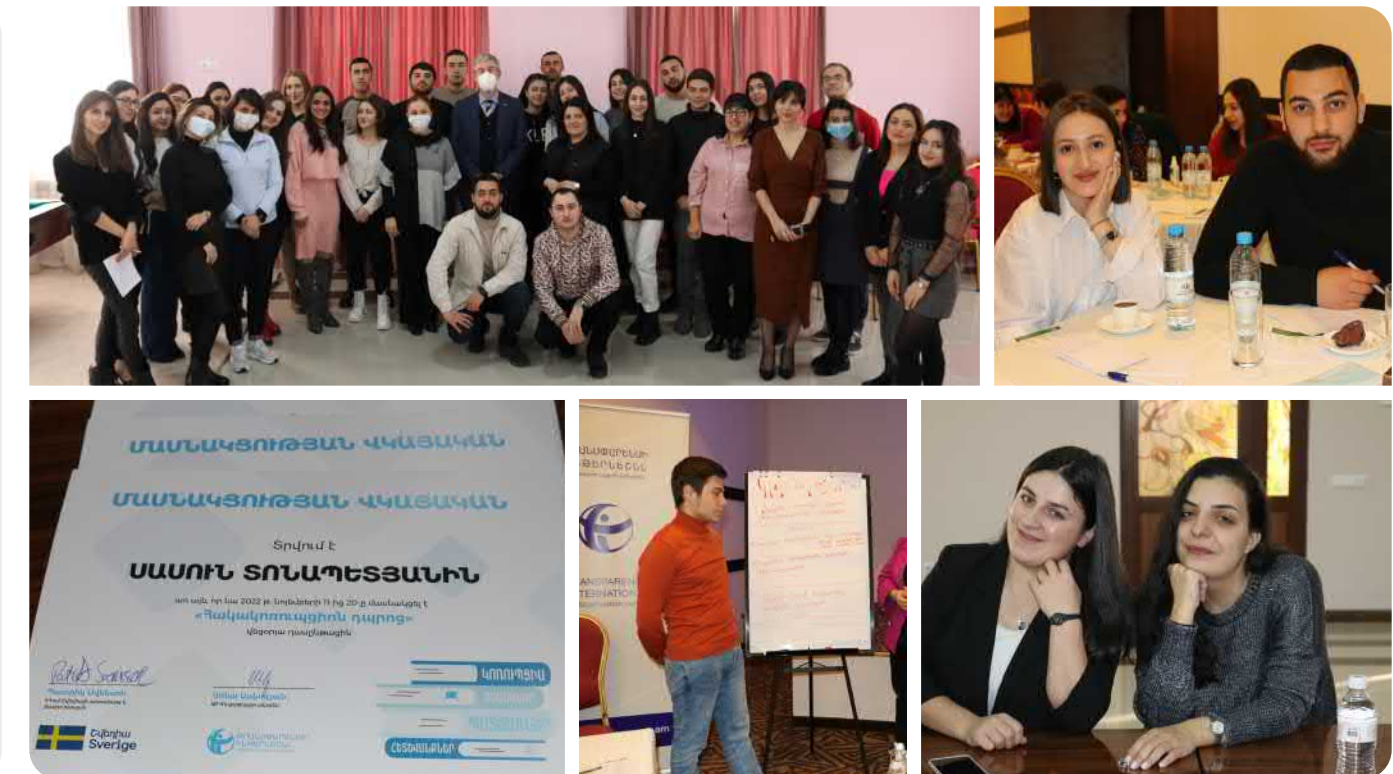
+52
participants



31
women



21
men



Anticorruption academy



+24
participants



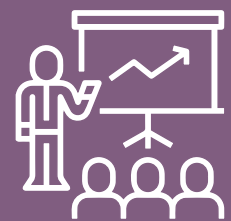
13
women



11
men



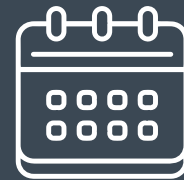
ANTICORRUPTION EDUCATION AND AWARENESS



+17 trainings



+465 participants



+55 public events



+1222 participants



52 interviews



29 statements



33 reports

ANTICORRUPTION EDUCATION AND AWARENESS



"Politeia" anticorruption intellectual game-competition



9
teams



+50
participants




PROMOTION OF CIVIC PARTICIPATION IN ARTSAKH




+35 lectures and discussions



+340 participants




+5 public discussions



+230 participants



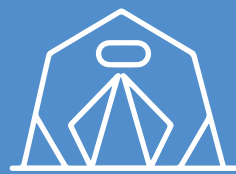
8 research works



3 community programs



PROMOTION OF CIVIC PARTICIPATION IN ARTSAKH



3

educational
camps



+260

participants



SUBGRANTS

Small grants were awarded to organizations and individuals

Participatory Democracy in Action

5

**20,763,155
AMD**

Sparking Youth Civic Participation &
Social Responsibility in Communities

2

**10,584,000
AMD**

SANCUS: Strengthening
Accountability Networks among
Civil Society

5

**8,303,200
AMD**

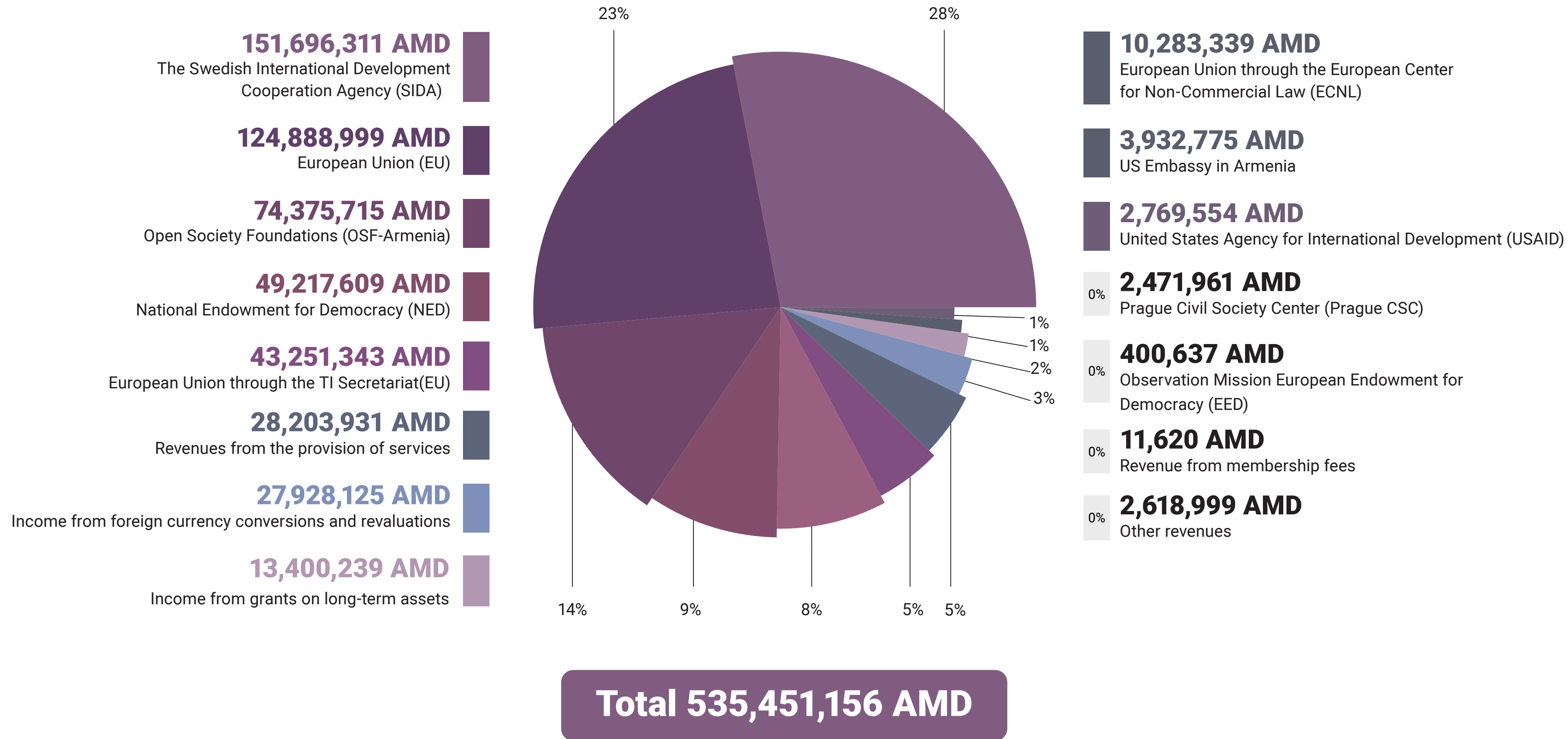
Civic Society Capacity Development

1

**4,282,400
AMD**

EXPENDITURES / REVENUES

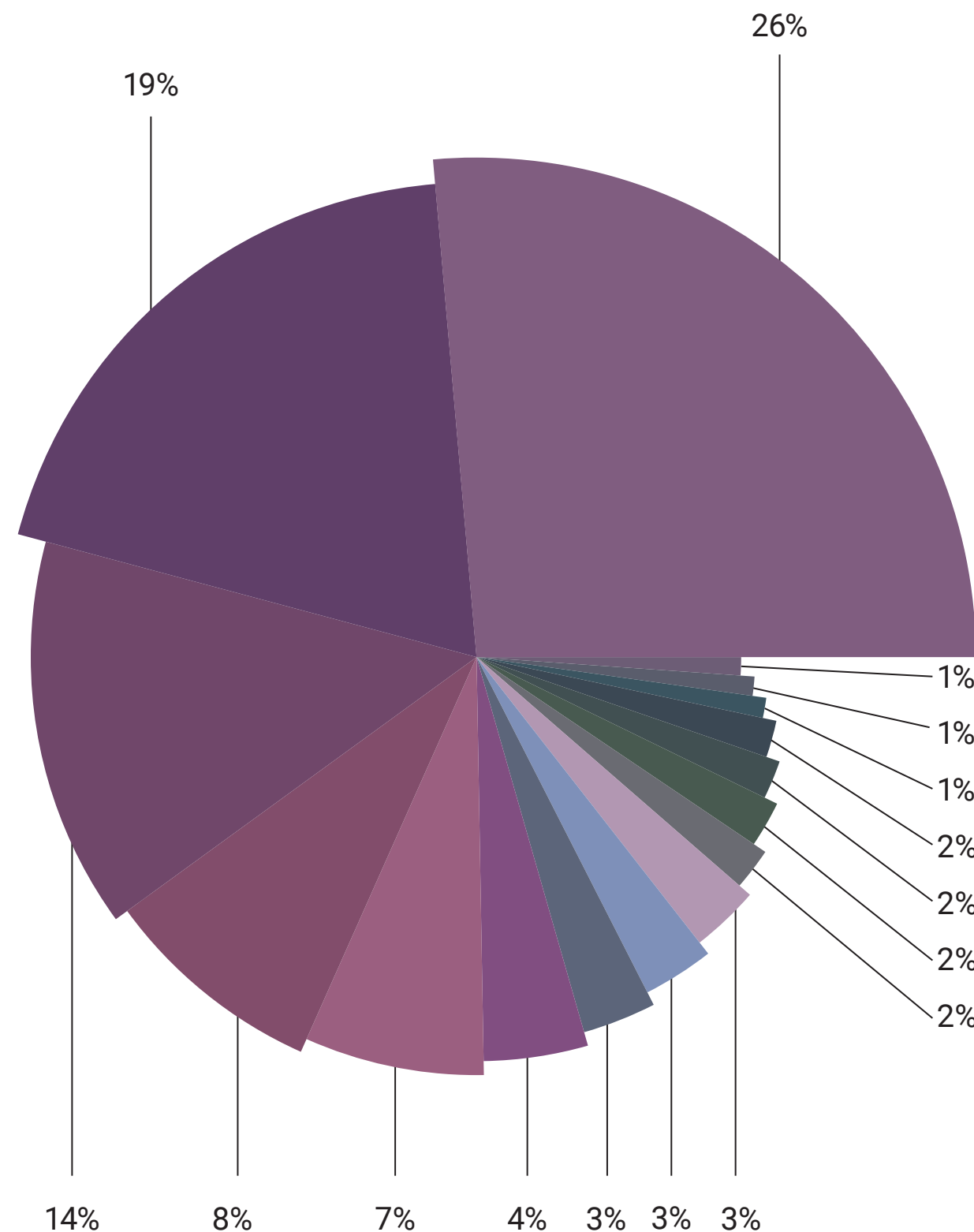
Revenues according to Donors (AMD)



EXPENDITURES / REVENUES

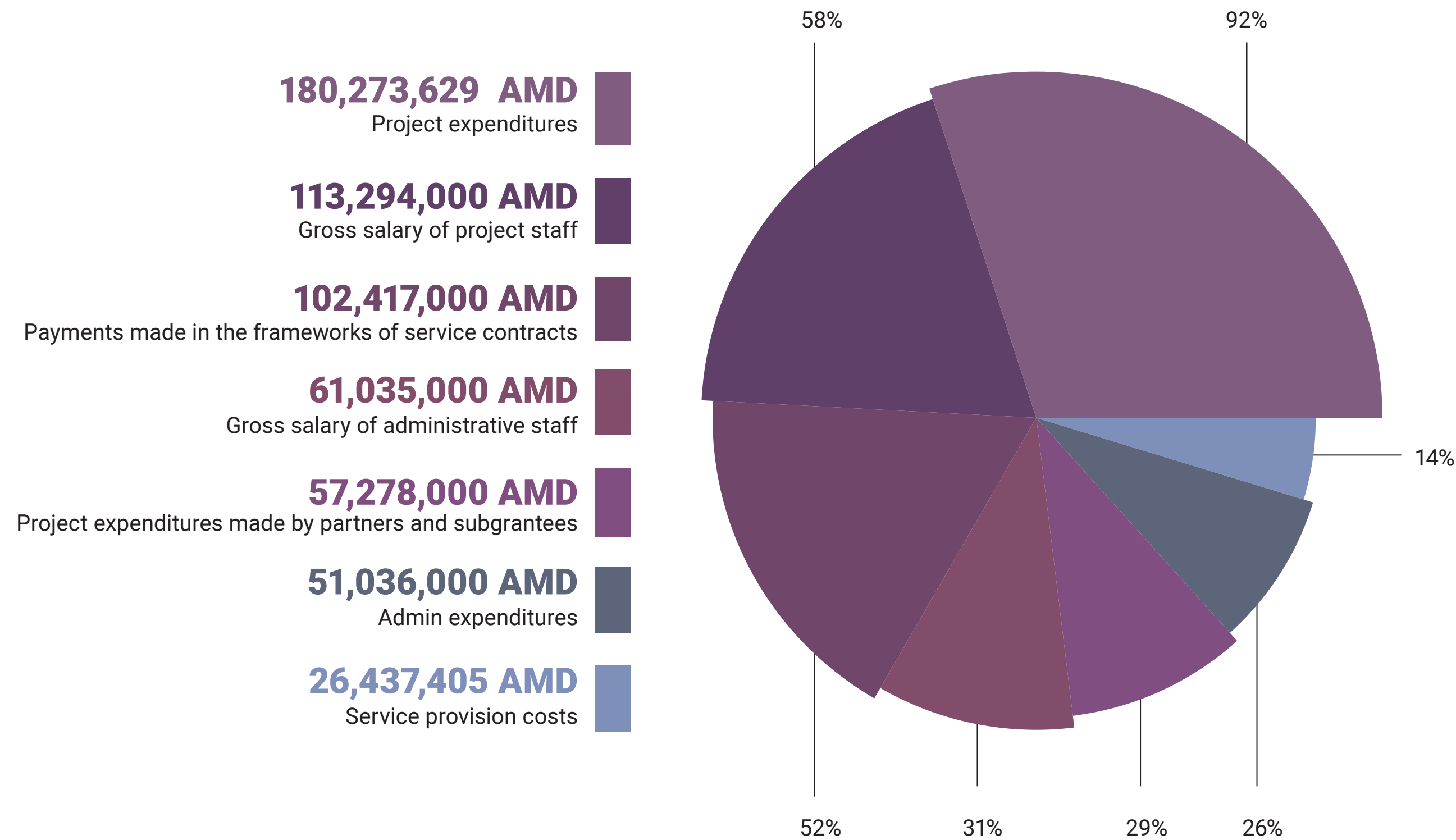
Expenditures according to Projects (AMD)

| | |
|------------------------|--|
| 151,696,311 AMD | Institutional Support Grant (SIDA) |
| 111,891,295 AMD | Participatory Democracy in Action (EU) |
| 84,960,527 AMD | Currency conversion and revaluation expense |
| 49,217,609 AMD | Increasing civil society capacity (NED) |
| 43,251,343 AMD | SANCUS: Strengthening Accountability Networks among Civil Society (EU) |
| 26,437,405 AMD | Expenses from the provision of services |
| 19,707,976 AMD | Monitoring and Advocacy to Improve Procurement Practices by Public Institutions of Armenia (OSF-Armenia) |
| 17,494,446 AMD | Monitoring and Advocacy of Program Budgeting Practices (IBP) |
| 15,074,905 AMD | Supporting research and communication on human rights violations, corruption (OSF-Armenia) |
| 13,400,239 AMD | Income from grants relating to long-term assets |
| 12,575,362 AMD | Observation Mission (OSF-Armenia) |



Total 591,771,034 AMD

| | |
|-----------------------|---|
| 12,043,737 AMD | Decent Work Now (EU) |
| 10,283,339 AMD | CSO Meter: A Compass to Conducive Environment and CSO Empowerment (ECNL) |
| 7,407,361 AMD | Monitoring the implementation of some components of RA public procurement legislation and promoting possible changes in that legislation (EU) |
| 3,932,775 AMD | Sparking Youth Civic Participation & Social Responsibility in Communities (US Embassy) |
| 3,673,000 AMD | Expenditure from other revenue |
| 2,769,554 AMD | Engaged Citizenry for Responsible Governance (USAID) |
| 2,471,961 AMD | Tours on Political Corruption (Prague CSC) |
| 2,115,666 AMD | Electronic Monitoring of 2018 Early Parliamentary Elections in Armenia (OSF-Armenia) |
| 953,966 AMD | Building Capacities for Observation and Promoting the Integrity of Parliamentary Elections in Armenia (EU) |
| 400,637 AMD | Observation Mission (EED) |
| 11,620 AMD | Revenue from membership fees |



Total 591,771,034 AMD



Independent auditor's report

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To the General Meeting of "Transparency International Anti-Corruption Center" PO

Opinion

We have audited the financial statements of "Transparency International Anti-Corruption Center" PO (the "Organization"), which comprise the statement of financial position as of 31 December 2022, and the statement of activities, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Organization as of 31 December 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the "IESBA Code") together with the ethical requirements that are relevant to our audit of the financial statements in the Republic of Armenia, and we have fulfilled our other ethical responsibilities in accordance with those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report of the Organization for the year ended 31 December 2022, but does not include the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the [consolidated] financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the [consolidated] financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Armen Hovhannissyan
Chief Executive Officer

Emil Vassilyan, FCCA
Engagement Partner

31 March 2023



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