

**MONITORING REPORT ON PUBLIC
PROCUREMENT
2014 - 2015**

TIAC
YEREVAN 2015



This publication was made possible by the support of Open Society Foundations – Armenia

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Monitoring aspect 1. Monitoring of legislative changes/developments

Monitoring period: April 1, 2013-June 15, 2015

During the observed period, the Government of the RA adopted number of key decrees. Among them, adoption of the most important one was conditioned with the membership of Armenia to EEU, which stipulates 15% price preference to participants from member states of EEU for procurements in the amount of up to 70 million drams.

After April 1, 2013 have been adopted the following normative-legal acts.

Decrees of RA Government

1. By the Decree no. 527 (May 21, 2015) were made some changes in the “Order of conducting electronic procurement” (December 5, 2013).¹ As a result of these changes, the list of participants for electronic procurement has been enlarged: particularly, it starts to encompass those clients who are stipulated under point ‘a’, para. 1 of article 2 of LP, as well have been added some procedures.

2. RA Government’s Decree no. 105-N²

By this decree substantial changes have been made in the decree no. 168-N of the RA on “Organization of procurement procedure” (February 10, 2011). Particularly, by this decree has been fixed that after April 1, 2015, if by the procurement advertisements product for the required goods and maximum price doesn’t exceed 70 times of basic unit of procurement (in other words in cases if acquisition doesn’t exceed 70 million AMD) then to the member states of EEC will be given 15% preference in price’s terms.

Those claims of the Government according to which the domestic producers will be more protected by this, doesn’t resist any criticism. Moreover, in the opinion of TIAC by this, the probability of corruption risks are getting higher. The mentioned provision is the direct result of membership to the Eurasian Economic Union, which in contrast to the claims of the Government, many times were articulated by TIAC’s expert Artak Manukyan (see for example interview with Media Center).³

3. RA Government’s decree no. 64-N (January 30, 2015, entered into legal force on February 10, 2015) on “Making alteration in the Government’s decree no. 914-N (July 27, 2002)” the Procurement Support Center (PSC) SNTTO was transferred from the jurisdiction of Ministry of Finance to the jurisdiction of RA Government’s staff.⁴

4. Some editorial changes were made in the decree no. N1356-N (September 22, 2011) of the RA Government on “Affirmation the order of formation and operation of Commissions evaluating

¹<https://www.e-gov.am/gov-decrees/item/25773/>

² <http://www.arlis.am/documentview.aspx?docid=95754>

³ <http://www.media-center.am/hy/1415103634>

⁴ Transparency International Anticorruption Center (TIAC) previously, on many occasions, publicly articulated the fact that PSC is not independent, by taking into consideration that it is part of the structure of the RA Ministry of Finance, which is the state authorized body for the procurement matters. In this regard, this decree can be viewed as a positive step to enlarge the independence of PSC.

bidding proposals and bids presented during procurements conducted by means of loans and grants provided to the Republic of Armenia by international organizations and foreign states”.

5. The decree no. 441-N (April 18, 2013) on “Affirmation the maximum prices and technical characteristics of some goods being acquired by state governance bodies and state agencies as foreseen by the Constitution and Laws of the Republic of Armenia” was recognized lapsed.

6. It is being foreseen that the Minister of Finance of the Republic of Armenia until April 30, 2015 will be presenting to the Government’s Staff of the Republic of Armenia concept of the draft on making amendments and alterations in the RA Law on Procurement.

The monitoring shows that at the moment of monitoring’s closing, the draft wasn’t presented.

7. The decree no. 99-N⁵ of the RA Government.

At the sitting of RA Government on February 12, 2015, by the decree no. 99-N (adopted on February 12, 2015 and entered into legal force March 7, 2015) was confirmed orders of continuing professional developments of qualified procurements specialists and of granting qualifications to procurement coordinators.⁶

8. The decree no. 372-N of RA Government⁷

By this decision have been made some editorial amendments and alterations in the RA Government’s decree no. 168-N⁸ of February 10, 2011 on “Organization of procurement procedure”.

9. The decree no. 441-N of RA Government⁹

By this decision for some group of goods (358 types of goods) had been stipulated technical characteristics and were fixed maximum prices of acquisition. Revision of prices are being implemented by the orders of Minister of Finance. It must be noted that for these prices the data of “ Price formation analytical information center” SNTO are used as basis, which not always mirrors the situation of the market and what is more important they don’t assist to the installation of innovations.

10. The decree no. 950-N of the RA Government¹⁰

By this decision in the RA Government’s decree no. 168-N (February 10, 2011) on “Organization of procurement procedure” were made some editorial amendments and alterations. Besides, were developed and presented structure of Common Procurement Vocabulary.

11. The decree no. 1338-N of the RA Government¹¹

By this decree was made alteration in the RA Government’s decree no. 441-N, particularly for assortment of goods had been stipulated codes based on the structure of Common Procurement Vocabulary.

12. The decree no. 1370-N of the RA Government¹²

This decree is aimed on regulating the order of conducting procurements in electronic manner.

13. The decree no. 206-A of the RA Government¹³

⁵<https://www.e-gov.am/gov-decrees/item/25363/>

⁶The absence of the mentioned orders was presented by TIAC in its latest publication (Monitoring of RA State Procurement System, 2011-2013).

⁷<http://www.arlis.am/documentview.aspx?docid=82691>

⁸<http://www.arlis.am/documentview.aspx?docID=70190>

⁹<http://www.arlis.am/documentview.aspx?docID=84633>

¹⁰<http://www.arlis.am/documentview.aspx?docid=85342>

¹¹<http://www.arlis.am/documentview.aspx?docid=87190>

¹²<http://www.arlis.am/documentview.aspx?docid=87287>

¹³<https://www.e-gov.am/gov-decrees/item/24019/>

By this decree the RA Defense Ministry was allowed to acquire goods different from the goods of technical characteristics affirmed by the decree no. 441-N.

Orders of RA Minister of Finance

Besides RA Government's decrees since April 1, 2013, by the RA Minister of Finance were adopted number of orders, particularly:

1. By the order no. 397-A of June 16, 2015 were made alterations in the np. 7-A order of January 10, 2014. The alterations were conditioned by enlarging the procedures of electronic procurements.
2. By order no. 251-N of April 27, 2015¹⁴ were made amendments and alterations in order no. 1169 (December 25, 2012) of RA Minister of Finance.¹⁵By this, some alterations have been made in orders on "Running electronic directory and on analysis of data on procurement and on selective evaluation of qualification requirements on participants and on characteristics of procurement goods affirmed by the clients", and particularly the level of coverage got enlarged¹⁶ and dates on passing of the respective information were prolonged too.
3. During the period under observation, was made alteration in the samples of documents utilized during procurement procedures, which were mainly conditioned with the **decree of the RA Government no. 105-N (January 30, 2015), by which price preferences** are being provided to participants from countries member to EEU.
4. Order on affirmation of list of items subject to procurement being included in the similar groups (Order 485-N of the Minister of Finance, adopted June 14, 2013)
5. Order on recognizing as lapsed Official clarification no. 4 (Order no. 613-A of the Minister of Finance, adopted on July 24, 2013)
6. Order on affirming the order of risks evaluation (Order no. 451-N of the Minister of Finance, adopted on June 3, 2013)
7. Order on affirmation of necessary document for evaluation of the criteria "financial means" and on affirmation of its evaluation order (Order no. 500-N of the Minister of Finance, adopted on June 20, 2013)¹⁷
8. Number of amendments were made in previous orders (Order no. 494-N of the Minister of Finance, adopted on June 19, 2013)¹⁸
9. Order on affirmation of sample documents used during procurement procedures (Order no. 667-A of the Minister of Finance, adopted on August 2, 2013)
10. Order on affirmation of the sample acceptance form and on requirements to fill in (Order no. 673-N of the Minister of Finance, adopted on August 6, 2013)
11. Order on setting the maximum prices for some assortments of goods (Order no. 573-A of the Minister of Finance, adopted on July 13, 2013). It must be noted that on the issue of

¹⁴<http://www.arlis.am/DocumentView.aspx?docid=97994>

¹⁵<http://www.arlis.am/DocumentView.aspx?docid=81251>

¹⁶Instead of 10 FA-7.

¹⁷This order was important, because auditing companies which didn't receive positive conclusion couldn't participate in the procurement's system. Nevertheless, later on, this order was revisited and currently the audit is not mandatory requirement anymore.

¹⁸For example Order of MF 951-N, adopted on October 29, 2014 or Order of MF no. 20-N, adopted on January 13, 2014

maximum prices periodically had been adopted and are being adopted various orders by the Minister of Finance¹⁹.

12. Also it have been adopted orders on cancellation of some procurement proceedings (for example Order no. 708-A of the Minister of Finance, adopted on August 16, 2013)
13. By this order has been changed the sample of procurement plan, manner of filling in, sample of list of procurement items (Order no. 896-N of the Minister of Finance, adopted on October 10, 2013)
14. Has been set the maximum prices of service cars (Order no. 938-A of the Minister of Finance, adopted on October 24, 2013)
15. Has been affirmed the guide on conducting procurement in electronic format (Order no. 7-A of the Minister of Finance, adopted on January 10, 2014)
16. Has been affirmed the methodology of formation of research value of tentative prices for a type of goods which is being put at the foundation of capital expenses of “Price formation analytical information center” SNTO (Order no. 137-A of the Minister of Finance, adopted on February 21, 2014)

SHORT SUMMARY OF THE MONITORING ON LEGISLATIVE DEVELOPMENTS

Although, during the monitoring period took place number of legislative alterations by which was made an attempt to secure TIAC NGO’s recommendations, however it must be noted that systematic improvements aren’t seen, and number or recommendations previously made by TIAC NGO remained without answer.

It must be noted that also it is not being seen improvements in regard to enforcement, which coincides with the decrease of transparency and quality of annual reports of “Procurement Support Center” SNTO.

Registered shortcomings/challenges

1. The results of the monitoring shows that during the observed period the principles of accountability fixed in legislation and/or practice haven’t been implemented.²⁰ To avoid ambiguity in this regard, it is necessary to make the formulations coherent and the data format by avoiding arbitrariness.
2. Similar problems exist in regard to periodical publication of data in connection with Framework Agreements.

¹⁹Around 61 orders, by which the maximum prices had been changed

²⁰Particularly, posting periods of procurement’s annual reports haven’t been kept. This issue was articulated and see also at: <http://www.aravot.am/2015/06/12/580661/>

Monitoring aspect 2. Developments of appeal's system

The monitoring period: April 1, 2013-June 15, 2015

Characteristics of Appeal's System

Within the framework of this monitoring aspect has been researched the information contained within the headline of “appeals” at the website www.gnumner.am. Currently, the information in relation to appeal's system are contained within the following headlines of the official website on procurements:

1. Decisions adopted in relation to appeals
2. Statements on submitted appeals
3. Information on date and time of the Procurement Appeal's Board's meetings
4. Conclusions of the “Procurement support center” SNTO on the submitted appeals
5. Statements on absence of conflict of interests among the members of Procurement Appeal's Board
6. Informatory note that the sittings of the Procurement Appeal's Board can be followed online

It must be noted that 3rd, 4th and 5th headlines had been added as a result of TIAC's recommendations.²¹ The periodic monitoring of these headlines hasn't revealed essential risks or shortcomings in regard to posted information.

It must be noted that since July 1, 2015 has been implemented recommendation of TIAC NGO's expert Artak Manukyan on making examination of appeals online²², which in our opinion is an essential progress in terms of this monitoring aspect. During the monitoring period in the website was available only one recorded video: nevertheless, at the youtube, by the “Procurement support center” SNTO had been uploaded much more files on examination of appeals, which however doesn't have systematic nature and it is being implemented arbitrarily.

In conclusion, it must be noted that in terms of corruption risks the Appeal's system is just the “top of the iceberg”.

Quantitative characteristics of appeals in 2014

During 2014, the Appeal's Board adopted 48 decisions, by which were satisfied in full or partially 22 appeals, or approximately 46%. It must be noted that number of appeals in comparison with the previous year, has been increased. 24 appeals out of received appeals have been rejected.

In comparison within the period of 2011-2013, during the year under observation, essentially have been decreased the number of those appeals which were left without examination²³ /2

²¹See previous publications of TIAC and discussion of recommendations with the MF

²²<https://www.e-gov.am/gnumner/>The recommendation was implemented within the context of Open Government Partnership

²³These are mainly those appeals, which are being taken back by the applicants

appeals were left without examination in 2014, while in 2010 this number was 10/.²⁴ It must be noted that according to 2014 report, in 2014 were conducted 18000 procurement proceedings.²⁵Relative share of the appeals in the proceedings is 0.3%.

More detailed characteristics of appeals are provided in the table 1.

It is noteworthy that in comparison with the previous year, in 2014 had been observed decrease of appeals. The decrease partially is conditioned with the intensification of the rapid response service (Hot-line).²⁶

According to subpoint 4 of the “Order on organization of procurement proceeding”, in cases when the “Procurement Support Center” SNTO receives signal to its hotline on issues of violation of the requirements concerning procurement legislation, provided that the client recognizes own responsibility for the violations and agrees to correct it, then the information on the registered violation and on correcting the situation, is being provided to PSC by the client, during one working day.

During the reporting year, were received 8 signals (in 2013 there was only one) and because of the activities undertaken by the Center, the registered violations had been immediately corrected, as a result of which the participants of the procurement proceedings didn’t submit written complaints to the Procurement Appeal’s Board in accordance with the articles 45 and 48 of the Law on Procurement.

Table 1. Qualitative character of appeals in the procurement system for the period of 2011-2015

	Without examination		Satisfied		Rejected		Total	
2011	6	23%	15	58%	5	19%	26	100%
2012	10	26%	17	45%	11	29%	38	100%
2013	10	20%	19	39%	20	41%	49	100%
2014	2	4%	22	45%	24	51%	48	100%
2015 ²⁷			14	47%	16	53%	30	100%

At the moment of September 20, 2015, by the Appeals Board had been examined 30 complaints, 14 out of which had been satisfied and 16 rejected.

By summarizing the operation for the last 5 years, it must be mentioned that during that period Appeals Board received from the participants totally 191 complaints, 87 out of which (46%) had been satisfied in full or partially. 76 complaints (40%) had been rejected. Relative share of the complaints which had been left without examination is 15%.

TIAC on many occasions noted that continuous violations are taking place, particularly even was signed contract with subjects who didn’t have licenses while the procurement was about sector which required to have specific license.²⁸It is heartwarming that Ministry of Finance in some occasions initiated such proceeding, however we have concern that that kind of approach may have selective nature.²⁹

²⁴According to that, if in 2013, the amount of appeals which were left without further examination were 20%, in the reporting year the number was 4%.

²⁵See 2014 Annual Report, page 14:

²⁶According to point 7, part 1, of article 16 of the Law on Procurements, the Procurement Support Center with the aim of responding to signals and rapidly answering to questions, secures the operation of hotline of procurement’s support service.

²⁷On the moment of September 20, Appeals Board examined 30 complaints.

²⁸See TIAC’s publication “Monitoring of RA State Procurement’s System: 2011-2013”

²⁹For example, “Jemsiko” LLC announced that it had concluded contract with the municipality of Yerevan and conducted works without having license and it was not articulated.

Besides that, during 2014-2015 period, were initiated examination of 21 complaints on including number of participants in the list of participants who can not participate in the procurement proceedings, and 19 out of which were satisfied, and 2 complaints against Golden Market LTD. and Nork IAC rejected. In the table 2 are being presented the names of participants who didn't have right to participate in procurement proceedings for the period of 2014-2015.

Table 2. Participants who doesn't have right to participate in procurement proceedings

	Participant	The date of adoption of a decision on depriving from the right to participate in the procurement proceedings
1	Naitech OJSC	17.11.2014
2	Architecture E. Hovsepyan	04.02.2015
3	Ijevan Road Construction CJSC	29.12.2014
4	Halal Mis LLC	29.12.2014
5	Sole proprietor Gor Hunanyan	02.03.2015
6	Natural person Anna Aghajanyan	27.11.2014
7	NPAT LLC	28.11.2014
8	Hans and Co. LLC	26.12.2014
9	Nore Veratznund LLC	23.12.2014
10	Jemsiko LLC	17.12.2014
11	Dil LLC	10.04.2015
12	Continenttex CJSC	25.05.2015
13	Curacio LLC	09.03.2015
14	Hov-Grig Shin LLC	18.06.2015
15	Angel LLC	29.07.2015
16	Vekar LLC	14.08.2015
17	VAMM LLC	14.08.2015
18	Art school-studio after Raisa Malkonyan	14.08.2015
19	Madonna LLC	08.05.2015
	Sole proprietor Anahit Khalatyan	
	Sole proprietor Vahram Melkonyan	
	Sole proprietor Garnik Varderesyan	
	Sole proprietor Rafayel Grigoryan	

In general, during the monitoring period were limited participation of two more participants too: Ashot Avoyan LLC³⁰ and Universalorder LLC³¹.

Qualitative characteristics of procurement appeals procedure

³⁰The limitation is being ended on 13.09.2016

³¹The limitation is being ended on 05.09.2016

During the reporting period, the complaints submitted to Appeals Board concerned different issues. It is noteworthy that in some complaints were presented facts which made obvious that clients show discriminatory approach, which gives a lot of concerns.

During 2014 participants appealed actions of about thirty tender commissions of clients. More often appeals related to proceedings organized by the RA Ministry of Defence.

In general, during the reporting year the Appeals Board received 7 complaints on procurements organized by the RA Ministry of Defence (in 2013 the number of complaints was 13), 4 out of which have been satisfied.

The complaints submitted in regard to procurements organized by the Ministry of Defense, composes 15% of all complaints received by the Appeals Board, in comparison with 27% of the last year.

Nevertheless, it must be noted that Ministry of Defense is the biggest client both in terms of quantity of items of procurement and in terms of amount of money spent for procurement, which in some sense explains the fact that the biggest number of complaints were submitted against this client.

Complaints submitted in relation to procurement proceedings organized by clients from the healthcare sector also present quite big number.³² “Firma Alpha” LLC is the participant which submitted the most number of complaints /three times, 2 out of which have been satisfied/. Activities of clients had been appealed two times by “Liga plus” LLC and “Metz Himk” TO.

For comparison in the first half of 2015 the Ministry of Defense conducted more than 500 proceedings, while against it were received only 4 complaints, which composes 0.8% of proceedings.

Monitoring of embeddedness of Appeal’s Board’s members

During the monitoring period in the Appeal’s Board were included 72 persons /see Annex 1/. In table 3 are presented data only on 41 persons, which at least once had sit as a member of Appeal’s Board.

Table 3. Composition of the Appeal’s Board and their embeddedness

No	Surname, name	Position	2014	Share (%)
1	Enokyan Gor	Deputy head of Material-technical Maintainance Department of the Rescue Service of Armenia, Head of Procurement and supplies Uunit	16	12.5

³²That kind of applications had been received for procurement procedures conducted by “Nork-Marash” medical Centre, RA MH’s “Oncological center named after V.A. Fanarjyan”, “Saint Grigor Illuminator” CJSC, “Yerevan’s State Medical University named after Mkihtar Heratci” SNTO, “RA MH’s “Clinic hospital “Nork” for infectious diseases” CJSC.

2	Mnacakanyan Arman	Head of Legal Department, Staff of RA Ministry of Finance	13	9.8
3	Voskanyan Lusine	Deputy Head of Legal Department, Staff of RA Ministry of Transport and Communication	11	8
4	Frangyan Azganush	Chief Specialist-lawyer, Staff of Spitak community's Head	10	7.1
5	Gasparyan Hamlet	Chief Specialist of Department of Analytical Research, Staff of RA President	1	0.9
6	Chobanyan Roman	Head of Procurement's implementation Unit, Staff of RA Ministry of Nature Protection	4	1.8
7	Shakhkryan Eduard	Deputy Head, Staff of RA Ministry of Energy and Natural Resources	2	0.9
8	Mnacakanyan Arayik	Chief Specialist and Deputy Head of the Finances Unit, Financial-economical Department, Staff of the State Committee of Water Economy of the RA	3	2.7
9	Khachatryan Lernik	Head of Financial-economical unit of Financial and Social-Economical Development Department, Staff of Ararat's Marzpetaran (Regional Administration)	2	1.8
10	Serajdaryan Hovhannes	Head of Economical Unit, Staff of RA Public Services Regulatory Commission	3	2.7
11	Mkhitaryan Anna	Head of Coordination of Procurements Unit, Financial-Economical and Accounting Department, Staff of RA Ministry of Education and Science	2	1.8
12	Hakobyan Edgar	Head of Common Department, Staff of RA State Committee on Nuclear Security adjacent to RA Government	2	1.8
13	Tamaryan David	Coordinator for procurement of goods and services, Leading Specialist of Financial-Economical Unit, Department of Financial and Social-Economical Development, Staff of Lori Marzpetaran (Regional Administration) of RA	2	1.8
14	Avagyan Avag	Deputy Head of Financial Unit, Staff of the Head of Vanadzor's city community	3	2.7
15	Chilingaryan Vardges	Deputy Mayor of Charencavan	1	0.9

16	Kharberdyan Karapet	Head of Financial Unit, Staff of Etchmiadzin's Mayor	3	2.7
17	Avetisyan Hrachya	Senior Consultant of Economical Department, National Security Service adjacent to RA Government	2	1.8
18	Vardanyan Sedrak	Deputy Head of the Staff, State Revenue Committee adjunct to the RA Government	2	1.8
19	Mkrtchyan Varazdat	Head of Financial and Social-economic department, Staff of Armavir's Marzpetaran (Regional Administration) of RA	2	1.8
20	Kljoyan Ruben	Head of Financial-economic unit, Staff of the city community of Vardenis	1	0.9
21	Poghosyan Lidia	Chief Specialist-financist, Byuregavan's city community	3	2.7
22	Nazaryan Mane	Chief Specialist/Chief Accountant, Staff of the Head of Ayrum's city community	2	1.8
23	Agajanyan Susanna	Procurement Specialist, Staff of the Head of Abovyan's city community	2	1.8
24	Nikolayan Narine	First rate specialist, Staff of the Kajaran's city community	2	1.8
25	Grigoryan Edvard	Advisor to the President of "Law culture development institute" NGO	2	1.8
26	Babayan Vahe	President of "Mehrabyan scientific-educational center" NGO	1	0.9
27	Hayrapetyan Razmik	Head of the Financial and Social-Economical development department, Staff of Vayots Dzor's Marzpetaran (Regional administration) of RA	1	0.9
28	Khachatryan Gevorg	Head of Roads Construction and Transport Unit, Urban development Department, Staff of Gegharkunik's Marzpetaran (Regional Administration) of RA	3	2.7
29	Hovhannisyan Arusjak	Chief Specialist/Deputy Head of the Financial Unit, Financial-Economical Department, Staff of the State Committee of Water Economy of RA MTA	1	0.9
30	Baghdasaryan Arthur	Procurement Coordinator, Staff of RA MFA	2	1.8
31	Karapetyan Aida	Chief Specialist of Procurement Organization Unit, Staff of the State Committee of the Real Estate Cadastre adjunct to the RA Government	2	1.8

32	Nersisyan Rudik	Head of Architecural-Construction Unit, Urban Development Department, Kotayk's Marzpetaran (Regional Administration) of RA	1	0.9
33	Namalyan Armine	Procurement Coordinator of the Staff of RA Human Rights Defender	2	1.8
34	Samvelyan Eranouhi	Chief Specialist of Financial-Economical Department, Staff of the Central Electoral Commission of RA	2	1.8
35	Zakaryan Yuri	Head of Procurement and Supply Unit, Staff of the RA National Security Council	1	0.9
36	Hayrapetyan Gevorg	"Freedom of Information Center" NGO	3	2.7
37	Grigoryan Aram	Association of Presidents of Condominiums	2	1.8
38	Grigoryan Gor	Union of Judges of the Republic of Armenia	2	1.8
39	Hovhannisyan Harutyun	Head of Revenues Collection and Financial-Economical Unit, Municipality of Goris	1	0.9
40	Harutyunyan Ashot	Head of Financial Unit, Staff of the Head of Egegnadzor's community	1	0.9
41	Viktoria Ghazaryan	-	2	1.8
	Total		130	

As we see, out of 72 members only 41 were elected on rotation basis, which raises doubts as whether there exist algorithm of random selection for rotation principle. This doubts are getting even deeper, when we notice that all three members participating in the commission are women, while their relative share is 27% (11 women): in such representative situation it seems extremely impossible that all the 3 members of the Appeals Board based on the random basis of selection would be all women. It must be noted that in the list of members for examination of complaints (the list is available at the website on procurements), number of members are not presented (for example Viktoria Ghazaryan), while they participate in the sittings of the Appeals Board.

At the moment of September 20, the Appeals Board had 72 members /see Annex 1/.³³ It must be noted that formally there was made an attempt to implemenent our recommendation, particularly was amended column on "Date of inclusion in the Board". Nevertheless, even not deep research reveals that this approach is just on paper only, because the date of inclusion of all the members is mentioned 01.04.2011, while during that period there was no representative of NGO.

Table 4. Members not included in the composition of the Commission

Name, Surname	Position
Mkrtchyan Aram	Deputy Manager of the Operations of the Staff of RA Government
Manucharyan Marat	Head of the Unit on Procurements and Supplies, Staff of the RA National Security Council

³³<http://gnumner.am/download/135096.html>

Mkrtchyan Hovik	Advisor to the Chairman on the RA TV and Radio National Commission
Matevosyan Eduard	Chief Auditor of Public TV and Radio Council of Armenia
Hovhannisyan Arthur	Leading Specialist of Financial Unit of Alaverdy's city administration
Antonyan Beniamin	Secretary of the Staff of the mayor of the city community of Nor Hachn
Budaghyan Artem	Assistant of the mayor of the city community of Noyemberyan
Karapetyan Liana	Chief Financist of the staff of mayor of city community of Agarak
Aram Hovsepyan	Procurements Coordinator of city administration of Vayk
Tadevosyan Rudik	Head of Procurements Department of the Yerevan's city administration's staff
Avetisyan Arthur	Head of the Unit on Coordination of procurements and economic issues, staff of the RA Ministry of Labour and Social Issues
Koshetcyan Hayk	First rate specialist of the Unit on Organization of Procurements and Economic issues of the RA National Statistical Service
Mardoyan Roman	Chief Specialist of the Unit on Economic analysis and formulation of procurement documents, Department of Material-Technical maintenance, RA MD
Harutyunyan Samvel	Head of the Unit on Financial-Economical and Common Affairs, State Agency "Office for Implementation of Emergency Programs" within RA MES
Galstyan Tigran	Head of the Unit on Financial-Economical Issues and Accounting, State Science Committee, RA MES
Tamrazyan Samvel	Chief Specialist, Department on Financial-Economical Issues, Staff of the RA Ministry for Diaspora
Kndhzrcyan Khachatur	Head of Transport and Road Constructions Unit, Department of Urban Development, Staff of Shirak's Marzpetaran (Regional Administration Office)
Simonyan Hovsep	Deputy Head of the Department on Finances and Social-Economic Development, Staff of Shirak's Marzpetaran (Regional Administration Office)
Sargsyan Volodya	Head of Urban Development Department, Staff of Tavoush's Marzpetaran (Regional Administration Office)
Manukyan Karine	Procurement Coordinator, Social Security State Service, RA MLSI
Safaryan Vardan	Leading Specialist, Financial-Accounting Unit, Staff of the State Migration Service of the RA MTA
Nalbandyan Martik	Chief Specialist, Unit on Administration of Affairs, Staff of the State Service for Food Security, RA Ministry of Agriculture
Aperyan Arthur	Leading Specialist, Unit on Financial-Budgetary issues, Department on Financial-Economical and Accounting, Staff of the RA Ministry of Agriculture
Martirosyan Harutyun	Deputy Head of Department on Common Affairs, Staff of the RA Ministry of Culture
Ghazaryan Gurgem	Chief Specialist, Unit on Procurements and Construction, Department on Governance of Affairs, State Revenues Committee adjunct to the Government of the RA

As it can be seen, during the observed period out of 72 persons included in the list of Appeal's Board, 35% never was engaged in examination of complaints, which raises doubts about rotation principle and genuineness of random selection.

At the same time it is noteworthy that there are being observed number of cases, when in the composition of the commission in charge for examination of the complaint, are being included participants who are not included in the list of Appeal's Board: there are 7 such members

(Ghazaryan Viktoria, Eghyazaryan Liana, Hovakimyan Larisa, Sargsyan Volodya, Mkrtchyan Liana, Grigoryan Alina, Mkrtchyan Rafayel).

RECOMMENDATIONS/OBSERVATIONS

It must be noted that during the observed period the part on the appeals of www.gnumner.am website had not been serviced by properly, which was corrected after the passage of some time, when Transparency International Anticorruption Center (TIAC) raised this issue.

It must be noted that during 2014 the number of complaints left without further examination was drastically decreased.

In cases when the Appeals Board satisfied the complaints, it happened by adopting decisions on cancellation of the procurement proceeding subject of the complaint and/or declaring void the selection of the winner of the bid. TIAC made an attempt to study the fate of the proceeding subject of the complaint, for which reason TIAC sent an official inquiry to RA Ministry of Finance (MF). The information presented by the response letter shows that that proceedings later became subjectless. This witnesses about existence of high level corruption risks. Particularly, for avoiding potentially “Not favoured” winners, on many occasions suddenly the need of procurement disappears and becomes subjectless.

Number of such cases were observed also in cases of rejected complaints too: for example, please see a decision adopted in regard to the complaint submitted by “Metz Himk” and other such similar cases. Discoveries on this were presented during TV show “Accute angle” on the air of Armenia TV.

During the monitoring period, in the composition of the Procurement Appeals Board had been included 72 persons, out of whom only 5 were representatives of public sector /see Annex 1/. Although, the members of the Appeals Board are being elected on rotation, still a number of members never had been included in the composition of the commission, which means that their existence in the list was just a fiction.

At the same time, it must be noted that are being observed number of cases, when in the commission which is in charge of examining the complaint, are being included participants who are not included in the list of Appeals Board, particularly there were such 7 members: Ghazaryan Viktorya, Eghiazaryan Liana, Hovakimyab Larisa, Sargsyan Volodya, Mkrtchyan Liana, Grigoryan Alina, Mkrtchyan Rafayel.

It must be noted that were observed number of shortcomings, particularly lack of signatures of members in the decisions adopted in regard to complaints and/or shortcomings in the statistics produced by PSC /mainly artificial increase of the number of those who examined complaints/. As a shortcoming, in regard to maintainance of the website, is dates on archiving decisions on complaints and approaches of arhivising, which have the need of clear legislative regulation.

During the monitoring period had been ovserved also fundamental issues pertaining to transparency, which later had been corrected.

Monitoring results shows that shortcomings mentioned by TIAC in the monitoring report 2011-2013, mainly still remain actual and still are in need of solutions by the state.

Bellow, are presented main problems which were presented in the previous report and which are in need of solutions:

- In spite of legislative requirements, in the AB still is missing representative of CB;
- Formation of the composition of the commissions are risky, because in the rotation system stipulated under the law, the random selection mechanism is skewed. In line with this, we

recommend to use real rotation mechanism by trying to minimize human factor, which by the way is the requirement of the law. In cases, when the person included in the list of commission, for 2 and more occasions rejects to participate in the sittings as member AB's commission, to take measures to cancel membership of that person.

- At the website the statistics on such issues as on “how many occasions the member of the commission who was preliminary selected, had interests because of which s/he didn't participate for the examination and/or was replaced”, is missing. Moreover, still it is not clear as which body will be in charge for oversight over the process of declaration of interests. This lets to think that there is no in place declaration of interests and effective oversight system over that process. Therefore, we recommend to raise accountability of AB's members, particularly in regard to declaration of interests and oversight over that process.
- In cases of satisfied complaints, to institute mechanisms for calling to responsibility clients.
- To take measures for expanding AB's structure, particularly by including representatives of Human Rights Defender's office, State Commission for the Protection of Economic Competition, RA Chamber of Attorneys, Public council, 20 unions of Constructors, Union of Businessmen.
- To regulate issues pertaining to archiving complaints and online demonstrations.
- To increase motivation of AB's members, particularly by directing money received as a result of exercising financial fine against clients to motivate AB's members. Parallel with that the issue of responsibility of AB's members must be made clear.
- It is not logical to have fee for examination of complaints, especially within the context of having in place hot line.

Monitoring aspect 3. Single-source procurements

Monitoring period: January 1, 2014-March 31, 2015

We studied data on single-source procurements, uploaded at the website www.e-gov.am between the period of January 1, 2015-February 28, 2015. It must be noted that during this period the section on single-source procurements of www.e-gov.am hadn't been properly served by, particularly during some period no updates were taking place, some data were just disappearing, which was corrected after TIAC articulated these issues. In our opinion such approach doesn't eliminate the risk of data being changed. *This concern is getting even more deeper, when we observe that there are substantial differences between filtration of single-source procurements at the website of www.e-gov.am and page-by-page observance, particularly in case of filtration a part on single-sourced procurements disappears.*

Although, by the monitoring program was foreseen study of the data of after September 1, 2014, however we studied all data for the period of 2014 /see Table 4/.³⁴

Table 4. Single source acquisition's dynamics for the period of 2011-2015

Year	Number of concluded proceedings	Relative share in the amount	Price of signed contracts, billion AMD	Relative share in the amount
2011	7874	54%	111	67%
2012	5245	72%	20	29%
2013	8651	55%	19	8%
2014	11364	70%	178	60%
2015	9550			

During the observed period in selective manner was conducted comparison of contract prices for single-sourced procurements and market prices by us. Particularly, technical characteristics stipulated in the contract for acquisition computer technology for the National Assembly, were sent to all participants of the bid on computer technology advertised by the TIAC. It must be noted that presented prices were essentially cheaper from the contractual prices of single-sourced procurements which were signed by the NA.

In the Annex 2, we filtered those single-sourced services which are conditioned with some objective circumstances such as natural monopolies, inclusive education, utility services, rent of immovable property, program maintainance, insurance services, international structural services (e.g. SNTO state governance body and etc.).

Of course it must be noted that even acquisitions conditioned with objective circumstances are not free from possible corruption risks, for example were observed cases, when contracts on Mandatory Insurance of Responsibility of Autotransport Vehicles (MIRAV) didn't have additional data, which in reality can be used for insurance of private vehicles. From Annex 2 it becomes clear that in 2014 were conducted single-sourced procurements in the amount of 178 billion AMD out of which 152 billion (85%) were conditioned on objective specificities. In terms of quantity,

³⁴We studied 11364 contracts presented for the year 2014 under the headline "Single-sourced procurements" of the www.e-gov.am website and around 8000 contracts presented for the year of 2015, within which context, for more deep studies were build statistical series.

also this kind of acquisitions have prevalent role. Such proceedings are 7890 (69%) out of 11364. The lion's share of such acquisitions are educational and healthcare services.

Acquisitions based on non-objective circumstances were 3474 contracts with around 26 billion AMD contractual price.

In the annex 5 are presented quantitative data on single-sourced clients and their risk appraisements.

Table 5. Characteristics of clients who acted based on sing-source procurement³⁵

Client	Number of non-competitive proceedings	Contract price of non-competitive proceedings (million AMD)
National Security Council	41	11
Aragacotn's Marzpetaran (regional administration)	51	372
Ararat's Marzpetaran (regional administration)	169	673
Armavir's Marzpetaran (regional administration)	72	742
Gegharkunik's Marzpetaran (regional administration)	67	751
Lori's Marzpetaran (regional administration)	80	729
Kotyak's Marzpetaran (regional administration)	49	730
National Assembly	27	74
National Statistical Service	46	180
Ministry of Labour and Social Issues	59	100
RA Ministry of Healthcare	79	499
RA Ministry of Justice	61	575
RA Ministry of Emergency Situations	42	15
RA Ministry of Foreign Affairs	137	167
RA Ministry of Nature Protection	45	36
RA Ministry of Agriculture	61	49
RA Prosecutor's office	15	137
RA Judicial Department	74	21
RA Ministry of Economy	71	27
Ministry of Energy and Natural Resources	28	14
State Guard Service of NSS adjunct to RA Government	42	162

³⁵Are presented those who acquired more than 5 million annually

Staff of the Government of the RA	151	277
NSS adjunct to RA Government	54	267
State Committee of the real estate Cadastre adjunct of RA Government	100	471
State Architecture Committee adjunct of RA Government	13	11
RA State Nuclear Safety Regulatory Committee by the Government	25	51
RA Police adjunct to RA Government	149	1380
State Property Management Department adjunct to RA Government	24	180
State Revenue Committee adjunct to RA Government	75	4282
General Department of Civil Aviation adjunct to RA Government	69	9
RA MSC	60	1115
Public Services Regulatory Commission of the RA	21	6.7
Special Investigative Service of the RA	50	39
RA Ministry of Culture	65	154
President's Staff	256	809
RA MD	62	340
Constitutional Court	54	9.9
RA Ministry of Sport and Youth	31	23
RA Ministry of Diaspora	65	87
Chamber of Control	16	8
State Migration Service of RA MTA	19	5
State Committee of Water Economy of the RA MTA	18	28
RA MTA	111	3024
RA Ministry of Urban Development	127	508
RA Civil Service	33	7
RA Investigative Committee	9	893
RA Ministry of Finances	64	4566
HRD	29	10

Shirak's marzpetaran (regional administration)	139	670
Syunik's marzpetaran (regional administration)	42	356
Vayotz Dzor's marzpetaran (regional administration)	31	204
Tavoush's marzpetaran (regional administration)	90	404
Totally presented	3368	26259
Relative share of the presented	96.9	99.9

We have tried to reveal the biggest contracts, particularly as such were observed acquisitions for more than 70 million AMD. In line with that, in 2014 were signed 57 contracts each for more than 70 million AMD (1.6% of acquisitions conditioned with non objective circumstances) with total 16 billion 567 million AMD price (63% of acquisitions conditioned with non-objective circumstances). The mentioned procurements are presented in Table 6.

Table 6. The biggest acquisitions based on nob objective basis (70 million AMD and more)2014

Client	Subject of the acquisition	Basis of the acquisition	Selected participant	Price of the contract
State Committee of the Real Estate Cadastre adjunct to RA Government	Works in the field of geodesy and mapping	Article 20, part 5, subpoint 1 of the RA Law on Procurement, 29 th of 32 nd point of the order confirmed by the RA Gov. Decree no. 168-N (10.02.2011)	GEODESIA EV QARTEZAGRUT YUN	154,708,918
Staff of RA President	Services for exploitation of airplanes	Article 20, part 5, subpoint 1 of the RA Law on Procurement, 22 nd line of the 4 th subpoint of point 32 of RA Gov. Decree no. 168-N	AIR ARMENIA	100,000,000

Police adjunct to RA Government	Technical services of cars and renovation of cars	Article 20, part 5, subpoint 1 of the RA Law on Procurement, 32 nd point's 4 th subpoint's table provided in the order confirmed by the RA Gov. Decree no. 168-N (10.02.2011)	TOYOTA YEREVAN	334,000,000
National Security Service adjunct to RA Government	Programming services	32 nd part's 4 th point's 28 th sentence of RA Gov. Decree no. 168-N	SFL	90,000,000
Police adjunct to RA Government	Technical services of cars and renovation of cars	Article 20, part 5, subpoint 1 of the RA Law on Procurement, 28 th from the table of 4 th subpoint of 32 nd point of an order confirmed by the RA Gov. Decree no. 168-N (10.02.2011)	TOYOTA YEREVAN	75,700,000
RA MTA	Construction works of bypass roadway of the Vazashen-Paravakar sector of H-37, M-4-Aygehovit-Vazashen-Paravakar-Aygepar road	RA Gov. Decree no. 140-N (06.02.2014), RA Gov. Decree no. 908-N (21.08.2014)	IDJEVANI CHANAPARHNE RI SHAHAGORCMA N EV SHINARARAKA N	201,581,501
RA MJ	Services of professional development and training of special servants	RA Gov. Decree no. 1414-N (19.12.2013), RA Gov. Decree no. 168-N (10.02.2011)-91 point, subpoint 4.	"HH ARDARADATUT YAN NAKHARARUTY AN IRAVABANAKA N INSTITUTE	344,278,800
Staff of the President of the RA	Renovation and maintainance services of airplanes	Article 20, part 5, subpoint 1 of the RA Law on Procurement, Gov. Decree no.168-N (32 nd point, 4 th	AIR ARMENIA	95,528,040

		part, 25 th subpoint) 10.02.2011		
State Revenue Committee adjunct to RA Government	Service of TWM electronic custom system of SRC adjacent to RA Government	Article 20, part 5, subpoint 1 of the RA Law on Procurement, RA Gov. Decree no.168-N (32 nd point, 4 th part, 28 th subpoint) 10.02.2011	VEEB Fontein Holding company	83,000,000
Staff of RA President	Renovation and maintenance services of airplanes	Article 20, part 5, subpoint 1 of the RA Law on Procurement, 25 th sentence of 4 th subpoint of 32 nd point of 168-N	AIR ARMENIA	100,000,000
Staff of RA President	Exploitation services of airplanes	Article 20, part 5, subpoint 1 of the RA Law on Procurement, 22 nd sentence of 4 th subpoint of 32 nd point of 168-N	AIR ARMENIA	100,000,000
State Revenue Committee adjunct to RA Government	Renovation and maintenance services of X-ray instruments	Article 20, part 5, subpoint 1 of the RA Law on Procurement /RA Gov. Decree no.168-N, 32 nd point's 4 th part's 28 th subpoint, 10.02.2011/	“AREMPA INTERNATIONAL” LLC	272,787,000
RA MES	Publishing service of other poligraphic product	Article 20, part 5, subpoint 1 of the RA Law on Procurement, RA Gov. Decree no. 395-N (04.10.2014)	ZANGAK-97	323,575,980
RA MES	Publishing service of other poligraphic product	Article 20, part 5, subpoint 1 of the RA Law on Procurement, RA Gov. Decree no. 395-N (04.10.2014)	“TIGRAN METZ” HRATARAKCHU TYUN	151,367,592
RA MES	Publishing service of other poligraphic product	Article 20, part 5, subpoint 1 of the RA Law on Procurement, RA Gov. Decree no. 395-N (04.10.2014)	SANMAR	270,787,050
Police adjunct to RA Government	Construction works	RA Gov. Decree no. 402-N (10.04.2014)	ERIK-SHIN	336,882,600
RA Ministry of Healthcare	Vaccines	RA Gov. Decree no.312-N (06.02.2014)	NATALI PHARM	353,617,496

RA Ministry of Urban Development	Reconstruction works of sports and concert cultural building of no. 2 high school of Kapan, Syunik region of RA	2014 State Budget, Article 20, part 5, subpoint 4 of the RA Law on Procurement	SISIAN (NORBAK) NOROGSHIN	144,525,229
RA MES	Publishing service of other poligraphic product	Article 20, part 5, subpoint 1 of the RA Law on Procurement	MANMAR	74,120,000
State Revenue Committee adjunct to RA Government	Services for maintainance of personal registration system of income tax and mandatory cumulative fee	Article 20, part 5, subpoint 1 of the RA Law on Procurement and RA Gov. Decree no.-168-N (10.02.2011) 32 nd point, 4 th part, 28 subpoint	AYYUNNETWORKS	75,810,000
Shirak's marzpetaran (regional administration)	Renovation works of Shirakaci street of Gyumri community (from the street of Alek Manukyan to Dudko stree)	RA Gov. Decree no. 532-N (10.04.2014)	HAYASTANI SPAROGAKAN KOOPERATIVEN RI MIUTYAN "AKHURYAN KOOPSHIN"	120,018,180
Syunik's marzpetaran (regional administration)	Works on renovation of school no. 1's roof of Meghry and enforcement of fundament and walls of Sisian's no. 5 school of RA Syunik region	RA Gov. Decree no. 532-N (10.04.2014)	"MEGHRURCEE"	80,021,423
Gegharkunik's marzpetaran (regional administration)	Fundamental renovation of a road Sevan-Varser-M4	RA Gov. Decree no. 532-N (10.04.2014)	HRAZDANSRCEE	97,670,462
RA Ministry of Urban Development	Renovation works of a school in Metc Mantash village of Shirak's region of RA	RA Gov. Decree no. 581-N (04.06.2014)	SAMKARSHIN	78,500,738
Lori's marzpetaran (regional administration)	Renovation and paving of roads of Stepanavan's community	RA Gov. Decree no. 532-N (10.04.2014)	STEPANAVANI TCHANAPARHNERI SHAHAGORCUM AND SINARARUTYUN	80,497,776
Lori's marzpetaran (regional	Renovation of roads of Vanadzor's community and paving, renovation of	RA Gov. Decree no. 532-N (10.04.2014)	ARGHISTI-1	119,569,421

administratio n)	roads of Gyulakarak's community and paving, road of a community of Hobardzi			
State Property Management Department adjunct to RA Government	Rent of immovable property	RA Gov. Decree no. 596- N (04.06.2014), 1 st subpoint of part 5 of article 20 of RA Law on Procurement, 32 nd point of the order confirmed by the RA Gov. Decree no. 168- N	HANARDNAKHA GITZ	72,240,000
Staff of the RA President	Spending in regard to foreign trips	Point 1, part 5, article 20 of the RA Law on Procurement, 22 nd sentence of 4 th point of 32 nd point of decree no. 168-N	AIR ARMENIA	97,641,955
Gegharkunik 's marzpetaran (regional administratio n)	Fundamental renovation works	RA Gov. Decree no. 532- N (10.04.2014)	AVTOCHANAPA RHAYIN MEKENANER	97,668,154
Kotayk's marzpetaran (regional administratio n)	Fundamental renovation of inter-community roads of Abovyan's community, as well the same works of Goght community	RA Gov. Decree no. 532- N (10.04.2014)	BALAHOVIT1	80,701,554
Kotayk's marzpetaran (regional administratio n)	Renovation works of inter-community roads in the communities Teghenik (19197279) and Yeghvard (21985967) and road of Karashamb of Nor Gegh (49114920)	RA Gov. Decree no. 532- N (10.04.2014)	NAIRI RCE	90,298,166
Vayotz Dzor's marzpetaran (regional administratio n)	Renovation works of roads	RA Gov. Decree no. 532- N (10.04.2014)	VAYKI RCE	80,440,000
Armavir's marzpetaran		RA Gov. Decree no. 532- N (10.04.2014) and Gov.	MILAKSGROUP	75,303,203

(regional administration)	Renovation works of secondary school in Arazap community of Armavir's region of RA	Decree no. 834-N (07.08.2014)		
Armavir's marzpetaran (regional administration)	Renovation works of secondary school in Taronik community of Armavir's region of RA	RA Gov. Decree no. 532-N (10.04.2014) and Gov. Decree no. 834-N (07.08.2014)	BAGHRAMYANS HIN	84,462,032
State Revenue Committee adjunct to RA Government	Construction works of 2 nd phase of an administrative building of Syunik's Customs-House of RA MF	RA Gov. Decree no. 1414-N (19.12.2013), 2 nd subpoint of part 5, article 20 of RA Law on Procurement	KARALANS	100,108,914
State Revenue Committee adjunct to RA Government	Reconstruction works	RA Gov. Decree no. 1414-N (19.12.2013), 2 nd subpoint of part 5, article 20 of RA Law on Procurement	SAHAKYANSHIN	735,142,367
Shirak's marzpetaran (regional administration)	Partial renovation works of Gorki street in Gyumri community and partial renovation works of a road entering to Hovuni community	RA Gov. Decree no. 532-N (10.04.2014)	DANIKOH	87,317,640
Stat Revenue Committee adjunct of RA Government	Acquisition of immovable property	2 nd subpoint of part 5, article 20 of RA Law on Procurement	A-E-G SERVICE	71,000,000
RA MTA	Fundamental renovation works of inter-community roads with the length of 3,6 km of Koghb community in Tavush region of RA	RA Gov. Decree no.699-N (03.07.2014)	LEVON EKRORD	417,472,672

RA MTA	Widening and improvement works of hairpin curves of phreatic section of Gandzakar-Itcakar at 15 th KM of H-36, M-4-Idjevan-Navour-Berd-Aygepar road	RA Gov. Decree no. N699-N (03.07.2014)	IDJEVAN'S ROAD CONSTRUCTION AND EXPLOITATION	94,997,942
RA MTA	Fundamental renovation works of M-6-Teghut (Lori region of RA) of 3.7 KM length	RA Gov. Decree no. N699-N (03.07.2014)	“ARGHISTI-1”	522,810,014
RA MTA	Fundamental renovation works of inter-community road's 1.8 KM section in Teghut community of Lori region of the RA	RA Gov. Decree no. N699-N (03.07.2014)	ROAD CONSTRUCTION -EXPLOITATION ENTERPRISE OF TUMANYAN	176,101,246
RA MTA	Renovation works of phreatic section with the length of 5.3 KM (Ardenis-Berdashen) of H-66, Shagik-Ardenis-Tavshout-M-1 roadway's	RA Gov. Decree no. N-699-N (03.07.2014)	AMARASSHIN	127,883,276
RA MTA	Fundamental renovation works of the section 0-km to 1.1 of Sevan-Martuni-Getap-M-2 road	RA Gov. Decree no. 699-N (03.07.2014)	SHANT_SEYRAN	175,871,944
Stat Revenue Committee adjunct of RA Government	Reconstruction works	RA Gov. Decree no. 1414-N (19.12.2013), article 20, part 5, subpoint 2 of the RA Law on Procurement	SAHAKYANSHIN	1,138,231,369
Staff of the President of the RA	Exploitation services for airplane	Article 20, part 5, point 1, RA Law on Procurements and point 32, subpoint 4, sentence 22 of the decree 168-N	AIR ARMENIA	100,000,000

RA MF	Acquisition of buildings and facilities	Subpoint 1 of part 5 of article 20 of the Law on Procurement, order confirmed by RA Gov. Decree no. 168-N (10.02.2011)	DEPARTMENT ON SECURING COMPULSORY ENFORCEMENT OF JUDICIAL ACTS	4,294,967,295
RA MTA	Construction works of bypass road of the section Vazashen-Parvakar of of H-37, M-4, Aygehovit-Vazashen-Paravakar-Aygepar road	RA Gov. Decree no. N 908-N (21.08.2014)	KHACHAR	356,341,937
RA Investigative Committee	Fundamental renovation of administrative building located at Mamikonyanc 46/5	RA Gov. Decree no. 832-N, point 5 (07.08.2014)	“AGAT-777”	879,000,000
RA MTA	H8, Yerevan-Artashat-Aygevan-M2, Azatavan-Berkanoush-Artashat 3.5 km length section: fundamental renovations	RA Gov. Decree N 1007-N (September 11, 2014)	“TER HAYRAPETYAN SHIN”	104,996,884
RA MTA	Fundamental renovation works of M-8, Vanadzor-Dilijan km. 40+000-KM 42+000 length’s section	RA Gov. Decree no. 1007-N (September 11, 2014)	KHACHAR	152,990,765
RA MTA	Fundamental renovation works of H-284 (M-3)-Jrrarat-Gaj-Aknashen (the section Gaj-Aknashen)	RA Gov. Decree no. 1007-N (September 11, 2014)	KUARLINI	81,721,532
RA MJ	RA MJ’s PD Acquisition of constructive works	RA Government’s decree no. 1057-N (25.09.2014)	ARTHUN	184,071,120
RA MF	Computer services	Article 20, part 5 of RA Law on Procurements, RA Gov. Decree no. 833-N (07.08.2014)	AYYUNNETWORKS	89,820,000

Stat Revenue Committee adjunct of RA Government	Development of program's maintainance	RA Gov. Decree no 1316-N (19.11.2014), 2nd subpoint of 5th part of article 20 of the RA Law on Procurements	AYYUNNETWOR KS	1,000,000,0 00
Staff of the Government of RA	Fundamental renovation and restorative works	RA Gov. Decree no 1350-A on "Organization of procurement procedure"	VEKS	73,762,000
Stat Revenue Committee adjunct of RA Government	Renovation works	RA Gov. Decree number 1306-N (19.11.2014), 2nd subpoint of 5th part of article 20 of the RA Law on Procurements	SAHAKYANSHIN	664,698,200

Besides, since 2014 in the range of 20 to 70 million AMD have been signed 154 contracts (4.5% of acquisitions conditioned by non-objective circumstances) with the total price of 5 billion 380 million AMD (20.6% of acquisitions conditioned by non-objective circumstances). The mentioned procurements are presented in Table 7.

Աղյուսակ 7. Ոչ օբյեկտիվ հիմքերով պայմանավորված խոշորագույն ձեռքբերումները (20 մլն դրամից մինչև 70մլն) 2014թ

State Committee of the Real Estate Cadastre adjunct to RA Government	Geodesic cartography works	1st point of 5th part of article 20 of the RA Law on Procurement; 29th line of 32nd point of an order confirmed by the RA Gov. Decree no. 168-N (10/02/11)	GEODESY AND CARTOGRAPHY	46,388, 590
State Committee of the Real Estate Cadastre adjunct to RA Government	Geodesic cartography works	1st point of 5th part of article 20 of the RA Law on Procurement; 29th line of 32nd point of an order confirmed by the RA Gov. Decree no. 168-N (10/02/11)	GEODESY AND CARTOGRAPHY	58,341, 462
State Committee of the Real Estate Cadastre adjunct to RA Government	Geodesic cartography works	1st point of 5th part of article 20 of the RA Law on Procurement; 29th line of 32nd point of an order confirmed by the RA Gov. Decree no. 168-N (10/02/11)	GEODESY AND CARTOGRAPHY	51,187, 500

State Committee of the Real Estate Cadastre adjunct to RA Government	Renting services	1 st point of 5 th part of article 20 of the RA Law on Procurement; 4 th part of 32 nd point of an order confirmed by the RA Gov. Decree no. 168-N (10/02/11)	MEGO	20,520,000
RA State Nuclear Safety Regulatory Committee by the Government	Scientifical research services	In accordance with 29 th point of 4 th subpoint of 32 nd point of the decree no. 168-N (10.02.2011)	SCIENTIFICAL-TECHNICAL CENTER ON NUCLEAR AND RADIATION SAFETY	48,554,762
RA President's Staff	Renting services	1 st point of 5 th part of article 20 of the RA Law on Procurement; 17 th line of 4 th part of 32 nd point of an order confirmed by the RA Gov. Decree no. 168-N (10/02/11)	EREBOUNI-PLAZA	28,564,800
Shirak's marzpetaran (regional administration)	Fundamental renovation works of an educational object of Anoushavan's school	RA Gov. Decree no. 1414-N (19.12.2014)	SHINARAR	28,414,123
Social Security State Service of RA Ministry of Labour and Social Issues of the RA	Unified system for registration of pensioners	1 st point of 5 th part of article 20 of the RA Law on Procurement	KRTSER ALEKSANYAN EV VORDINER	21,000,000
Social Security State Service of RA Ministry of Labour and Social Issues of the RA	Unified system for registration of pensioners	1 st point of 5 th part of article 20 of the RA Law on Procurement	SYSTEM WAY	21,000,000
RA MF	Programe maintainance services	28 th point of a table of 4 th point of article 32 of the order confirmed by the RA Government's Decree no. 168-N (10.02.2011)	L SOFT	46,500,000
RA MF	Warranty and post-warranty maintainance	28 th line of 4 th subpoint of 32 nd point of the RA Gov.	AKAMAZ ARMENIAA	53,676,100

	services of authomechanics	Decree no. 168-N (February 10, 2011)		
RA Government's Staff	Special flight	The contract was signed in negotiative proceeding, in accordance with the 22 nd line of list provided in 4 th subpoint of point 32 of RA Gov. Decree no. 168	AIR ARMENIA	27,989,000
Police adjunct to RA Government	Services on provision and maintainance of departmental computer connection	1 st point of 5 th part of article 20 of the RA Law on Procurement; 28 th of the table provided in 4 th subpoint of 32 nd point of RA Gov. Decree no. 168-N (10/02/11)	FV ev G	20,000,000
RA MD	Renovation of stations Կայանների վերանորոգում	1 st point of 5 th part of article 20 of the RA Law on Procurement; 25 th line of the table provided in 4 th subpoint of 32 nd point of RA Gov. Decree no. 168-N (10/02/11)	RADAR-AVIA	63,306,000
RA MES	Services of other poligraphic product's publishing	1 st subpoint of 5 th point, article 20 of RA Law on Procurement	AANDIN AA	25,200,000
SRC adjunct to RA Government	Renovation and maintainance services of X-ray tools	1 st subpoint of 5 th point, article 20 of RA Law on Procurement; 28 th subpoint of 4 th part of 32 nd point of the RA Gov. Decree no. 168-N (10.02.2011)	Arempa International LLC	48,026,640
RA MF	Installation and maintainance of new program packages for procurements in program systems	28 th point of 4 th point of 32 nd article of the order confirmed by the RA Gov. Decree no.168-N (10.02.2011)	L SOFT	22,000,000
RA Ministry of Healthcare	Vaccines	RA Gov. Decree no. 312-N (06.02.2014)	“TELIA-MED”	21,740,000
RA MSE	Services of other poligraphic product's publishing	1 st subpoint of 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 395-N (April 10, 2014)	SPIKA	24,948,500

RA MSE	Services of other poligraphic product's publishing	1 st subpoint of 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 395-N (April 10, 2014)	“AREVIK” PUBLISHING	39,291,450
RA MSE	Services of other poligraphic product's publishing	1 st subpoint of 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 395-N (April 10, 2014)	ASTGHIK GRATUN	52,357,700
RA MSE	Services of other poligraphic product's publishing	1 st subpoint of 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 395-N (April 10, 2014)	EDIT PRINT	58,621,500
State Property Management Department adjunct to RA Government	Acquisition of immovable property of 275.2 square meters from Halabyan 24-26 territory	1 st subpoint of 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 317-N (27.02.2014)	NATIONAL SCIENTIFIC LABORATORY AFTER A.I. ALIKHANYAN (YEREVAN'S INSTITUTE OF PHYSICS)	50,000,000
Gegharkunik's marzpetaran (regional administration)	Building of new corpus of Tcakqar's community's school	RA Gov. Decree no. 532-N (April 10, 2014)	NIKDAV GROUP	48,746,612
Gegharkunik's marzpetaran (regional administration)	Gasification works in Semjonovka community	RA Gov. Decree no. 532-N (April 10, 2014)	KAMARASHAR	25,260,001
Aragacotn's marzpetaran (regional administration)	Renovation works of Dzoraglukh's community's school	RA Gov. Decree no. 532-N (April 10, 2014)	GREDSHIN	26,200,000
Aragacotn's marzpetaran (regional administration)	Renovation works of a school of V. Bazmaberd's community	RA Gov. Decree no. 532-N (April 10, 2014)	ES EV NA	31,100,000
Aragacotn's marzpetaran (regional administration)	Renovation and intensating works of a school in Yeghnik's community	RA Gov. Decree no. 532-N (April 10, 2014)	ES EV NA	66,000,000
RA Ministry of Agriculture	Fight against depredators	29 th point of 4 th subpoint of 32 nd point of the order confirmed by the RA Gov.	“HAYANTAR”	33,390,000

		Decree no. 168-N (10.02.2011); 1 st point of 5 th part of article 20 of the RA Law on Procurements		
RA Ministry of Urban Development	Development of the cost-sheet and design documents on fundamental renovation works of an administrative corp which is situated at Mamikonyants 46/5 address (Yerevan)	RA Gov. Decree no. 553-N (22.05.2014)	“NST” ARCHITECTUR E STUDIO	26,800, 000
Syunik’s marzpetaran (regional administration)	“Paving of a road taking to Barabatum community of Kapan” constructive works at RA Syunik’s region	RA Gov. Decree no. 532-N (April 10, 2014)	KAPANI “NOROGHSIN”	28,199, 106
Syunik’s marzpetaran (regional administration)	Renovation of no.3 school of Goris and renovation of sport’s hall of Kndzoresk school in Syunik region of RA	RA Gov. Decree no. 532-N (April 10, 2014)	GUROS	40,284, 275
Syunik’s marzpetaran (regional administration)	Renovation works of Kapan community’s no. 1 school in Syunik region of RA	RA Gov. Decree no. 532-N (April 10, 2014)	DEDAL	23,800, 176
Syunik’s marzpetaran (regional administration)	Construction of a road to custom-house of Agarak and paving of a road from M2-Tasthun to Litck	RA Gov. Decree no. 532-N (April 10, 2014)	“MEGHRURCEE	51,689, 504
RA Ministry of Urban Development	Renovation of the roof and internal cleaning- up activities of House- Museum of A. Khachatryan in Yerevan	RA Gov. Decree no. 581-N (04.06.2014)	VANSHIN GROUP	45,970, 102
Lori’s marzpetaran (regional administration)	Renovation of roads and paving of roads in Alaverdi community	RA Gov. Decree no. 532-N (April 10, 2014)	TITANYAN EGHBAYRNER	32,596, 806

Lori's marzpetaran (regional administration)	Renovation of roads and paving of roads in Alaverdi community; Renovation of roads and paving of roads in Tumanyan community	RA Gov. Decree no. 532-N (April 10, 2014)	TUMANYAN'S ROAD CONSTRUCTION EXPLOITATION ENTERPRISE	28,899,552
Lori's marzpetaran (regional administration)	Renovation of roads and paving of roads in Spitak community	RA Gov. Decree no. 532-N (April 10, 2014)	TCHANAPARH	40,668,480
Lori's marzpetaran (regional administration)	Renovation of roads and paving of roads in Vanadzor community; Renovation of roads and paving of roads in Bazum community	RA Gov. Decree no. 532-N (April 10, 2014)	LORI'S ROAD CONSTRUCTION AND EXPLOITATION ENTERPRISE	42,420,000
Gegharkunik's marzpetaran (regional administration)	Paving of the road Ashot Sesmanukyan in the Vardenis community	RA Gov. Decree no. 532-N (April 10, 2014)	"KAPAVOR" LLC	38,984,349
Gegharkunik's marzpetaran (regional administration)	Paving of roads in Karmir gyug community; and paving of roads in Noraduz community	RA Gov. Decree no. 532-N (April 10, 2014)	TECHNOMONT	32,170,157
Lori's marzpetaran (regional administration)	Renovation of a school in Shahumyan community; renovation of sport's hall of the school of Teghut's community; renovation of school no. 23 of Vanadzor's community	RA Gov. Decree no. 532-N (April 10, 2014)	H. POGHOSYAN	35,660,000
Gegharkunik's marzpetaran (regional administration)	Paving of the central road of Yeranos's community	RA Gov. Decree no. 532-N (April 10, 2014)	SHANT_SEYRAN	31,158,000
Lori's marzpetaran (regional administration)	Renovation of a school at Arevashog community; renovation of a school at Shirakamut community	RA Gov. Decree no. 532-N (April 10, 2014)	M. SISAKYAN	35,642,051
Lori's marzpetaran (regional administration)	Renovation and paving of roads in Tashir's community	RA Gov. Decree no. 532-N (April 10, 2014)	ARGHISTI-1	30,098,294

Tavoush's marzpetaran (regional administration)	Renovation of sidewalks of Masthotc street in Berd community	RA Gov. Decree no. 532-N (April 10, 2014)	HARI GROUP	23,586,899
Tavoush's marzpetaran (regional administration)	Renovation of N. Tsaghkavan's community's school	RA Gov. Decree no. 532-N (April 10, 2014)	“ISHK”	24,644,143
Armavir's marzpetaran (regional administration)	Renovation of main school no. 9 of Vagharshapat's community of Armavir region RA	RA Gov. Decree no. 532-N (April 10, 2014)	IMPERIAL-TOUR	40,297,720
Armavir's marzpetaran (regional administration)	Construction of local hitting system of secondary school in Geghakert community of Armavir's region RA	RA Gov. Decree no. 532-N (April 10, 2014)	ARA EV AYTCEMNIK	31,880,000
Vayot's Dzor's marzpetaran (regional administration)	Main restoration and renovation works	RA Gov. Decree no. 532-N (April 10, 2014)	SARKOGI	37,510,000
Armavir's marzpetaran (regional administration)	Renovation of special school no. 2 of Vagharshapat's community of Armavir region of RA	RA Gov. Decree no. 532-N (April 10, 2014) and RA Gov. Decree no. 834-N (07.08.2014)	ARA EV AYTCEMNIK	47,780,000
Armavir's marzpetaran (regional administration)	Renovation works of main school no. 11 of Vagharshapat's community of Armavir region RA	RA Gov. Decree no. 532-N (April 10, 2014)	IMPERIAL-TOUR	35,380,800
Kotayk's marzpetaran (regional administration)	Renovation of school no. 11 of Hrazdan's community	RA Gov. Decree no. 532-N (April 10, 2014)	TSAKHKADZOR CRD	33,852,940
Kotayk's marzpetaran (regional administration)	Renovation of school no. 2 of Hrazdan's community	RA Gov. Decree no. 532-N (April 10, 2014)	VARAKSHIN	26,941,770
Kotayk's marzpetaran (regional administration)	Renovation of school of Argel's community	RA Gov. Decree no. 532-N (April 10, 2014)	ASHKAR	28,907,416

Kotayk's marzpetaran (regional administration)	Renovation of school of Akunk's community	RA Gov. Decree no. 532-N (April 10, 2014)	HENASYUN	22,169,100
Kotayk's marzpetaran (regional administration)	Renovation of school no. 9 of Hrazdan's community	RA Gov. Decree no. 532-N (April 10, 2014)	SHINARAR-10	36,501,155
Kotayk's marzpetaran (regional administration)	Fundamental renovation of intercommunity roads of Charentcavan's community	RA Gov. Decree no. 532-N (April 10, 2014)	KOTAYK'S ROAD EXPLOITATION AND CONSTRUCTION ENTERPRISE	61,598,374
Kotayk's marzpetaran (regional administration)	Fundamental renovation of school no. 8 of Hrazdan's community 36733870 Hrazdan community's no. 4 4 4833853 and Geghashen community's no. 24 school's roofs damaged by wind 19189707.24	RA Gov. Decree no. 532-N (April 10, 2014)	ANNAR	60,757,430
Kotayk's marzpetaran (regional administration)	Fundamental renovation of intercommunity roads of Hrazdan's community	RA Gov. Decree no. 532-N (April 10, 2014)	HRAZDAN'S RCEE	21,795,674
Armavir's marzpetaran (regional administration)	Drilling of delve for one deep hall for water in Yeghenut's community in Armavir region RA	RA Gov. Decree no. 532-N (April 10, 2014)	ARTESIA	28,485,664
Armavir's marzpetaran (regional administration)	Drilling of delve for one deep hall for water in Mayisyan's community in Armavir region RA	RA Gov. Decree no. 532-N (April 10, 2014) and RA Gov. Decree no. 834-N (07.08.2014)	ARTESIA	32,489,953
Aragacotn's marzpetaran (regional administration)	Renovation of intercommunity roads of Byurakan's community	RA Gov. Decree no. 532-N (April 10, 2014)	ASHTARAKSHIN	28,483,851

Aragacotn's marzpetaran (regional administration)	Fundamental renovation of intercommunity roads of Karbi's community	RA Gov. Decree no. 532-N (April 10, 2014)	ASHTARAKSHIN	27,497,277
Aragacotn's marzpetaran (regional administration)	Fundamental renovation of intercommunity road of Ushi's community	RA Gov. Decree no. 532-N (April 10, 2014)	ASHTARAKSHIN	28,601,985
Aragacotn's marzpetaran (regional administration)	Renovation works of a school in Davtashen community	RA Gov. Decree no. 532-N (April 10, 2014)	ES EV NA	42,500,000
Armavir's marzpetaran (regional administration)	Construction of local hitting system for a secondary school in Nor Artagers community of Armavir's region RA	RA Gov. Decree no. 532-N (April 10, 2014)	BAGHRAMYANS HIN	34,311,570
Armavir's marzpetaran (regional administration)	Enforcement of secondary school in Yeraskhahun community of Armavir region RA	RA Gov. Decree no. 532-N (April 10, 2014)	BAGHRAMYANS HIN	65,365,770
Armavir's marzpetaran (regional administration)	Construction of local hitting system for a school in Hacik community of Armavir's region RA	RA Gov. Decree no. 532-N (April 10, 2014)	BAGHRAMYAN SHIN	39,000,000
Lori's marzpetaran (regional administration)	Construction of antihail stations in Lori region	RA Gov. Decree no. 532-N (April 10, 2014)	BARVA	40,000,000
Kotayk's marzpetaran (regional administration)	Construction of antihail stations in Yeghvard's district	RA Gov. Decree no. 532-N (April 10, 2014)	BARVA	39,000,000
Armavir's marzpetaran (regional administration)	Renovation of secondary school in Dzhrashen community of Armavir region RA	RA Gov. Decree no. 532-N (April 10, 2014)	MILAKS GROUP	48,553,035
RA NSS	Publishing works	RA Gov. Decree no. 653-N (03.07.2014)	"TIGRAN METC" PUBLISHING	34,300,000
RA NSS	Cartography services	RA Gov. Decree no. 653-N (03.07.2014)	GOLDATLAS	31,570,200

RA NSS	Cartography services	RA Gov. Decree no. 653-N (03.07.2014)	TARATCACHAP	48,390, 000
RA NSS	Hand bags	RA Gov. Decree no. 653-N (03.07.2014)	MAKAGON	23,375, 000
RA NSS	Publishing works	RA Gov. Decree no. 653-N (03.07.2014)	LUSABAC PUBLISHING	37,441, 000
Kotayk's marzpetaran (regional administration)	Renovation of schools in Zoravan 26497592 and Buzhakan 20797019	RA Gov. Decree no. 532-N (April 10, 2014)	KANTEGH	47,294, 611
Kotayk's marzpetaran (regional administration)	Renovation of school in Kanakaner-Avan community	RA Gov. Decree no. 532-N (April 10, 2014)	EDLAJ	31,726, 800
Kotayk's marzpetaran (regional administration)	Renovation of a school in Zovuni community	RA Gov. Decree no. 532-N (April 10, 2014)	NAIRISHIN	33,477, 122
Kotayk's marzpetaran (regional administration)	Renovation of a school in Proshyan community	RA Gov. Decree no. 532-N (April 10, 2014)	KARALANS	28,641, 324
RA MTA	Highay engineering for fundamental renovation and authorial control of 3.7 km road of M-6- Teghut in Lori region RA	RA Gov. Decree no. 699-N (03.06.2014)	Arcakhtchan institute CJSC	34,690, 000
RA MTA	Highay engineering for fundamental renovation and authorial control of 3.6 km road of Koghbi community in Tavoush region RA	RA Gov. Decree no. 699-N (03.06.2014)	THCANNAKHAG ITC INSTITUTE	20,500, 000
Ararat's marzpetaran (regional administration)	Paving works of a road taking to school as well of a road in center of Avshar community	RA Gov. Decree no. 532-N (April 10, 2014)	MOSTOVIK	31,725, 471
Lori's marzpetaran (regional administration)	Paving of Vanadzor's yards	RA Gov. Decree no. 532-N (April 10, 2014)	LORI'S ROAD CONSTRUCTION AND EXPLOITATION ENTERPRISE	25,190, 000

Ararat's marzpetaran (regional administration)	Renovation of a road of transport net of Avshar community	RA Gov. Decree no. 532-N (April 10, 2014)	MOSTOVIK	22,476,228
Ararat's marzpetaran (regional administration)	Renovation works of regional road of Noyakert	RA Gov. Decree no. 532-N (April 10, 2014)	MOSTOVIK	36,120,745
Ararat's marzpetaran (regional administration)	Paving of lane 1 of Abovyan community in the city of Ararat	RA Gov. Decree no. 532-N (April 10, 2014)	SISIAN'S GOODS and PASSENGER AUTO-TRANSPORTATION	22,483,489
Gegharkunik's marzpetaran (regional administration)	Paving of a road taking to cemetery of V. Getashen community and of a road of Dzoraghyug's community	RA Gov. Decree no. 532-N (April 10, 2014)	SEVAN'S ROAD CONSTRUCTION AND EXPLOITATION SERVICE	49,105,846
RA MTA	Works for securing passability of of raod with 4,4 km length from M-6-Dzoragyug	RA Gov. Decree no. 699-N (03.07.2014)	LORI'S ROAD CONSTRUCTION AND EXPLOITATION SERVICE	48,797,818
RA MTA	Renovation works of aqueous section at 7 th kilometer of Hrazdan's transport hub (H-55)-Tsakhkadzor's sport complex's road	RA Gov. Decree no. 699-N (03.07.2014)	KOTAYK'S ROAD CONSTRUCTION AND EXPLOITATION SERVICE	29,986,722
RA Ministry of Diaspora	Publishing and delivery services	ACCORDING TO 4 th SUBPOINT OF 32 nd POINT OF ANNEX 1 OF THE DECREE No. 168-N OF RA GOVERNMENT (February 10, 2011)	ZANGAK-97	51,162,000
Ararat's marzpetaran (regional administration)	Paving of a road taking to kindergarden of Mkhtchyan's community	RA Gov. Decree No. 532-N (April 10, 2014)	"BERMA"	22,887,744
Ararat's marzpetaran (regional administration)	Paving of the road Aygavan-Yeghegnavan	RA Gov. Decree No. 532-N (April 10, 2014)	"BERMA"	41,066,718

Gegharkunik's marzpetaran (regional administration)	Fundamental renovation of a school of Madina community	RA Gov. Decree no. 706-N (July 3, 2014)	AL-MASKA	24,300,142
RA NA	Acquisition of cars	RA Gov. Decree no. 750-N (24.07.2014)	TOYOTA YEREVAN	33,150,000
Armavir's marzpetaran (regional administration)	Construction of local hitting system of secondary school of Getashen's community of Armavir region	RA Gov. Decree no. 834-N (07.08.2014)	BAGHRAYMYAN SHIN	47,000,000
Armavir's marzpetaran (regional administration)	Enforcement works of secondary school of Ferik community of Armavir region	RA Gov. Decree no. 834-N (07.08.2014)	IMPERIAL-TOUR	48,619,720
Armavir's marzpetaran (regional administration)	Renovation works of roads Tnkaran-Zinavan-5, M-5-Merdzavan-Aygek-M-5 and M-3-Shahumyan	RA Gov. Decree no. 532-N (10.04.2014) and no. 834-N (07.08.2014)	AUTOTCHANPA RHAYIN MEKENANER	23,217,865
Shirak's marzpetaran (regional administration)	Partial renovation works of Vazgen A street in Akhuryan community	RA Gov. Decree no. 532-N (10.04.2014)	MERDMOSKOVY AN	32,178,720
Shirak's marzpetaran (regional administration)	Partial renovation works of Tumanyan street at Maralik community	RA Gov. Decree no. 532-N (10.04.2014)	ANI'S ROAD CONSTRUCTION AND EXPLOITATION ENTERPRISE	37,873,872
RA MTA State Committee of Water Economy	Technical study	2 nd subpoint of 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 824-N (07.08.2014)	HYAJRNAKHAGI TC INSTITUTE	25,000,000
RA Prosecutor's office	Saloon cars	RA Law on Procurement (2 nd point of part 5 of article 20); 5 th subpoint of 32 nd point of the roder confirmed by the RA Gov. Decree no. 168-N (10.02.2011), RA Gov. Decree no. 902-N (14.08.2014)	TOYOTA YEREVAN	62,980,000

Syunik's marzpetaran (regional administration)	Renovation works of Akner-Verishen road of Syunik region RA	RA Gov. Decree no. 834_N (August 7, 2014)	ZANGEZOURTR ANSCHIN	55,691, 787
Gegharkunik's marzpetaran (regional administration)	Paving works of Nairyan street in Sevan city	RA Gov. Decree no. 532-N (April 10, 2014)	TECHNOMONT	47,298, 414
RA President's Staff	Construction works	4 th point of 5 th part of article 20 of the RA Law on Procurements; 2 nd subpoint of 71 th point of RA Gov. Decree no. 168-N	YEREVANI JRSHIN	22,042, 949
Vayots Dzor's marzpetaran (regional administration)	General construction works	RA Gov. Decree no. 1091-N (09.10.2014)	“SAGHATELYAN EGHBAYRNER”	26,997, 880
RA Prosecutor's office	Immovable property	2 nd subpoint of 5 th part of article 20 of the RA Law on Procurements; RA Gov. Decree no. 168-N's (10.02.2011) order's 5 th subpoint of 32 nd point; RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	31,593, 575
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	38,693, 015
RA Prosecutor's office	Immovable property	2 nd subpoint of 5 th part of article 20 of the RA Law on Procurements; 5 th subpoint of 32 nd point of the order confirmed by the RA Gov. Decree no. 168-N (10.02.2011) and RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	20,808, 320
RA MF	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	27,228, 305
RA MF	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	20,123, 415
RA MF	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	27,401, 530

RA Special Investigative Service	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	30,687,475
Gegharkunik's marzpetaran (regional administration)	Partial renovation works of Tsakhqar community's school	RA Gov. Decree no. 984-N (September 11, 2014)	NIKDAV GROUP	21,445,051
Ararat's marzpetaran (regional administration)	Renovation works of a road taking to Hamalir center	RA Gov. Decree no. 834-N (August 7, 2014)	"BERMA"	31,201,962
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	38,693,015
RA Ministry of Urban Development	Addition works for finalizing sport school of Yeghvard city; prolongation of terms	'b' paragraph of 4 th subpoint of the 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 1045-N (18.09.2014)	KARASHINTRANS	29,239,648
Ararat's marzpetaran (regional administration)	Renovation works of no. 1 school of Artashat's city community	RA Gov. Decree no. 834-N (August 7, 2014)	JI-AR BUILDING	21,300,000
Vayots Dzor's marzpetaran (regional administration)	General construction works	RA Gov. Decree no. 834-N (07.08.2014)	ALAREKS	27,470,000
RA Ministry of Urban Development	Fundamental renovation works and additional works for finalizataion of a school of Banavan of Nor Gegh villag of Kotayk region RA	'b' paragraph of 4 th subpoint of the 5 th point of article 20 of the RA Law on Procurements; RA Gov. Decree no. 1045-N (18.09.2014)	AGARAK	30,510,079
State Guardian Service of SSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	38,485,265
State Guardian Service of SSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	24,563,305

State Guardian Service of SSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKMETAL	55,807,765
RA MTA	Works for securing passability of 13,4 km length of a sector of a road lied between Amberd's historical-cultural complex's crossroad to Aragatc's mountainous scientific station	RA Gov. Decree no. 1007-N (September 11, 2014)	AUTOTCHANAP ARHAYIN MEKENANER	66,584,400
RA MTA	Fundamental renovation works of a 0,3 km section of a highway of Norashen-Dvin	RA Gov. Decree no. 1007-N (September 11, 2014)	AUTOTCHANAP ARHAYIN MEKENANER	24,498,168
RA MTA	Fundamental renovation works of a section M-4, Yerevan-Sevan-Idjevan-Azerbaijan's border km96+230-km96+550 (Dilijan's ring-shaped square)	RA Gov. Decree no. 1007-N (September 11, 2014)	KHACHAR	57,999,763
RA MTA	Renovation works of a section 00km-1,5 km of M2-Elpin road	RA Gov. Decree no. 1007-N (September 11, 2014)	YEGHEGNADZOR'S ROAD CONSTRUCTION AND EXPLOITATION ENTERPRISE	21,399,923
RA MTA	Fundamental renovation of road with 600 meters length of Zaritap village, Vayots Dzor region RA	RA Gov. Decree no.1007-N (Sep. 11, 2014)	VAYKI RCE	39,400,000
Tavoush's marzpetaran (regional administration)	Renovation works of community roads of Dilijan's city	RA Gov. Decree no. 834-N (August 7, 2014)	ERBA	20,920,000
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,468,615

Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,396,660
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,519,250
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	30,109,170
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,396,660
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,585,875
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,468,615
NSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,524,600
NSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,524,600
NSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,524,600
NSS adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (02.10.2014)	MIKSHIN	22,407,300
Tavoush's marzpetaran (regional administration)		RA Gov. Decree no. 984-N (September 11, 2014)	ASTMART	40,480,000
Gegharkunik's marzpetaran (regional administration)	Acquisition of zinky, metal, steel tins	RA Gov. Decree no. 1093-N (October 9, 2014)	SHINARAR-10	68,624,099
RA President's Staff	Expenses for foreign business trips	Point 1 of part 5 of article 20 of the RA Law on Procurements; 22 nd line of 4 th subpoint of 32 nd point of RA Gov. Decree no. 168-N	AIR ARMENIA	40,000,000

Tavoush's marzpetaran (regional administration)	M-4 Yerevan-Sevan-Ijevan's interstate road's Ijevan's community market's section improvement works	RA Gov. Decree no. 834-N (August 7, 2014)	IJEVAN'S ROADS CONSTRUCTION AND EXPLOITATION ENTERPRISE	20,759,904
State Property Management Department adjunct to RA Government	Residential house with 1673.6 sq. meters situated in Yerevanyan street of Yeghvard city, Kotayk region RA	Ra Gov. Decree no. 1167-N (16.10.2014) and point 1 of part 5 of article 20 of the RA Law on Procurements	"INDERKABANL N"	30,516,838
Gegharkunik's marzpetaran (regional administration)	Renovation works of Gavar community's central square	RA Government's no. 834-N Decree (August 7, 2014)	TIV 28 SHMSH	40,350,341
RA Ministry of Urban Development	Kapan city's school's corp's renovation works	2 nd subpoint of 5 th point of article 20 of the RA Law on Procurement; RA Gov. Decree no. 1188-N (09.10.2014)	SISIANI (NORBAK) NOROGSHIN	41,112,000
Police adjunct to RA Government	Gas chromatographs	1 st point of 5 th part of article 20 of the RA Law on Procurement; 28 th line of the table of 4 th subpoint of 32 nd point of the Order confirmed by the RA Gov. Decree no. 168-N (10/02/11)	NEOALB LLC	27,685,000
RA MTA	Annual maintainance services of numerical tachograph	28 th line of the 4 th table of 32 nd point of the RA Gov. Decree no. 168-N (10.02.2011)	Polish fabrique of securities production PVPV JSC	27,816,600
RA President's Staff	Services for airplane renovation and maintainance	1 st subpoint, 5 th part, article 20 of the RA Law on Procurement; 25 th line of 4 th subpoint of 32 nd point of the Decree no. 168-N	Akilla Techniks	59,443,000
RA President's Staff	Travel expenses to foreign business trips	1st subpoint, 5th part of article 20 of RA Law on Procurement, 22 nd line of	AVIAUSUMNAK AN KENTRON	26,000,000

		4 th subpoint of point 32 of Decree 168-N		
RA MD	Additional renovation works of a residence building in Vanadzor	3 rd subpoint, 5 th point of article 20 of RA Law on Procurement	GHAZUMYANI GUGAR	35,000,000
RA MD	Additional renovation works of a dormitory in Ararat	3 rd subpoint, 5 th point of article 20 of RA Law on Procurement	ARSEV	20,000,000

Basis for single-sourced acquisitions

By studying single sourced acquisitions, we notice that basis of that acquisitions are mostly referring to decrees of the Government, but in this regard we notice cases when the basis are not properly presented.

IDENTIFIED PROBLEMS

The study has revealed that there are suspicious relations of the state with the following participants: “AYYUNNETWORKS”, “MIKMETAL” CJSC and “MIKSHIN” LLC.

About founders of Mikmetal CJSC at the website e-register.am there is the following information:

Founders:

- Moracco Holdings LLC
- Harutyunyan Mikhail
- Mikmetal

It must be noted that the seller of “Mikmetal” is Vahan Harutyunyan.

As about “Mikshin” LLC, although it has a website, but it doesn’t operate. Moreover, it is not registered at the website e-register.am. It must be noted that the seller of “Mikmetal” is S. Khachaturyan, who by the way according to “Spyur” data system is the director of “Eraz residential district” (Adontc 8 building).

Suspicious is also that as an authorized person for the transactions of acquisitions of immovable property for those two companies, acted Mr. Karen Gagiki Ghazaryan.³⁶

NSSs State protection services’s 3 military men’s apartment acquisition contracts, for which as seller acted “Mikmetal” CJSC, which is specialized in importing and sell of armature and wires from Ukraine.

In general, with those two obviously interlinked companies had been concluded 28 non-competitive proceedings on a single-source basis, for totally around 676 million AMD price /see Table 8/.

Table 8. Contractual prices for immovable property signed with Mikmetal and Mikshing

Police adjunct to RA Government	Immovable	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,468,615	10/17/2014	12/25/2014
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³⁶For this part, had been presented to Azatutyun Radio Station (Radio Liberty)

	property					
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,396,660	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	19,747,650	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	9,103,640	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,519,250	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	9,815,195	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	30,109,170	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,396,660	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,585,875	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	9,815,195	10/17/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,468,615	10/17/2014	12/25/2014
National security service adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKS HIN	22,524,600	10/17/2014	12/25/2014

National security service adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKSHIN	19,515,800	10/17/2014	12/25/2014
National security service adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKSHIN	19,747,600	10/17/2014	12/25/2014
National security service adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKSHIN	22,524,600	10/17/2014	12/25/2014
National security service adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKSHIN	22,524,600	10/17/2014	12/25/2014
National security service adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKSHIN	22,407,300	10/17/2014	12/25/2014
State Guardian Service of RA NSS AG	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKMETALL	38,485,265	10/15/2014	12/25/2014
State Guardian Service of RA NSS AG	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKMETALL	55,807,765	10/15/2014	12/25/2014
State Guardian Service of RA NSS AG	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKMETALL	24,563,305	10/15/2014	12/25/2014
RA Ministry of finance	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKMETALL	27,228,305	10/3/2014	12/25/2014
RA Ministry of finance	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKMETALL	20,123,415	10/3/2014	12/25/2014
RA Ministry of finance	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKMETALL	27,401,530	10/3/2014	12/25/2014

RA Special Security Service	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKM ETAL L	30,687,475	10/3/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKM ETAL L	38,693,015	10/3/2014	12/25/2014
Police adjunct to RA Government	Immovable property	RA Gov. Decree no. 1055-N (0210.2014)	MIKM ETAL L	18,292,560	10/3/2014	12/25/2014
RA Prosecutor's office	Immovable property	2 nd point of 5 th part of article 20 of the RA Law on Procurements; 5 th subpoint of 32 nd point of the Order confirmed by the RA Gov. Decree no. 168-N (10.02.2011); RA Gov. Decree no. 1055-N (02.10.2014 2&	MIKM ETAL L	20,808,320	10/3/2014	12/25/2014
RA Prosecutor's office	Immovable property	2 nd point of 5 th part of article 20 of the RA Law on Procurements; 5 th subpoint of 32 nd point of the Order confirmed by the RA Gov. Decree no. 168-N (10.02.2011); RA Gov. Decree no. 1055-N (02.10.2014 2&	MIKM ETAL L	31,593,575	10/3/2014	12/25/2014

As we see, that companies mainly are satisfying immovable property needs of power-weilding agencies.

It was even made an attempt to isolate the most risky participants by taking as a basis frequency of clients' relations with them. The preliminary results are presented in Table 9.

Table 9. The biggest winners in accordance with their frequency

Name of the participant	Number of proceedings based on one person	Contract price based on one person, million AMD	Worthwilliness to conduct in depth research
Haykasar	6	0.8	+

Blackstone	8	6.0	+
Kia Motors	15	1.1	-
ERHAKI	11	1.0	-
National Archives of Armenia	8	1.6	-
National Center of Technical Security	5	1.8	-
Arta	5	5.6	+
Armenia travel+M	18	14.9	+
Armstroi	6	5.1	+
Gazshin MDZ	10	0.4	-
Gortck	5	0.1	-
Eurovagen	5	0.7	-
Erang	12	1.5	+
Yerevan's preventive disinfection	5	1.0	-
Zinar	6	2.4	+
Ellips GA	7	4.2	+
Imperia Travel	13	9.8	+
Ijnakh	7	4.9	+
Compass	5	0.5	+
Haldi consult	9	5.5	+
HGSHN	10	3.7	+
Road Design Institute	11	18	-
Magas Invest	10	14.2	+
Miknar	6	1.9	+
Mikmetal	11	333.7	+
Mikshin	17	342.7	+
Smartline	10	2.4	+
Windows Travel	12	15	+
Toyota Yerevan	21	72	+

All risky participants whom we identified, will become subject for additional study during the final phase of the program, particularly by using www.e-register.am website and other tools, for which reason we will be giving that information to the community of investigative journalists /see Table 10/.

It must be noted that taking into consideration the approaches indicated in the publication of TIAC, the clients had changed their behavior and during the observed period were not revealed essential deviations between the time periods of contract conclusion and supply, as well essentially were decreased those contracts with five and more 0-s prices.

Observed issues

- The page of the website www.e-gov.am on single-sourced procurements is not being properly served, particularly are being encountered disruptions.
- The statistics on procurements is extremely deficient: it doesn't exist in the websites of state governance bodies.

- During the filtration some data are “getting lost”
- The negative tendency that the lion’s share of single-sourced procurements continues to bae made during the last quarter of a year.

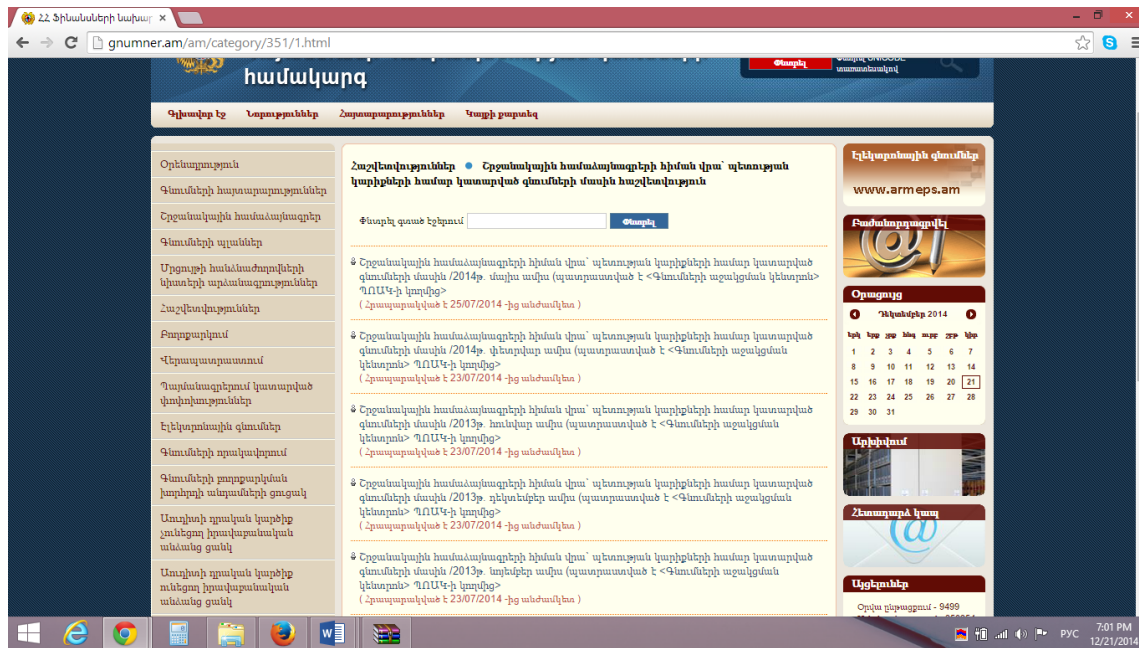
Monitoring aspect 4. Monitoring of framework agreements

Monitoring period: September 1, 2014-March 31, 2015.

It must be noted that data on framework agreements are not being regularly updated, and currently are being updated in essential time lag, which is not regulated.

Study of framework agreements

The last monthly report of framework agreements was posted at the official website of procurements in May, 2015 /see picture 1/.



After it, took place decline of accountability and transparency, about which was witnessing a circumstance, that publication of monthly reports was interrupted. Nevertheless, in 2015 TIAC asked the necessary data for 2014, which was provided by the MF in February, 2015, and which was also posted at the website. It must be noted that data are incomplete and particularly are missing data for January, March, April of 2014.

We tried to present enlarged picture on framework agreements. According to that, during the period of January-September were declared 16031 proceedings, out of which 15568 were concluded. It is noteworthy that more than 2% of announced proceedings weren't concluded. The summarized proceedings in short manner are presented in Table 12.

Table 12 Number of finished and summarize proceedings in accordance with the type of procurement

Names of indicators	Work	Goods	Services	Total
Open proceedings	200	89	153	442
Framework agreements procurements	269	3431	923	4623

Simplified proceedings	260	82	250	592
Limited proceedings	1	-	-	1
Competitive dialogue	-	-	2	2
By declaring negotiative proceedings	43	21	13	77
Negotiative proceedings without declaration	635	4712	4484	9831
Total				15568

As we can see from data presented in Table 12, single-sourced base acquisitions and framework agreements procurements together for the period of January-September are 93% of all conducted proceedings. Besides, single-sourced procurements were 63% and framework agreements around 40%.

During the period of January-September had been announced procurements in preliminary total price of 250 billion AMD, for which has been concluded contracts with total price of 213 billion AMD. In terms of money, framework agreements had been concluded for around 84 billion AMD.

During January-September period, out of 28129 lodged bids within 16031 proceedings announced by the state governance bodies and facilities and city communities, 5044 bids had been rejected. Rejected bids mainly were bidders for framework agreements: 4860 participants which composes around 96% of rejected bids.

2015 I Quarter

It must be noted that legislation doesn't clearly regulate the posting of data on FA at the website of state procurement's official website, their regular update and conditions. TIAC periodically had been pointing out this issue, but it seems that there is need of much bigger public pressure.

In regard to studying FA there is even deeper problem, because they appeared cohesively and in working shape at the website, only during the monitoring period.

Although, in 2015 TIAC officially inquired necessary data from 2014, which was granted by the MF in February of 2015 and which became posted at the website as well, but it must mentioned that it was not complete and was not presented in a working format-"was protected by the code". Moreover, the data were incomplete, particularly were missing data on January, March, April of 2014, while for the remaining months were presented only procurements for goods.

We tried to present bigger picture of framework agreements.

In line with that during the 1st quarter of 2015 were concluded 8236 proceedings. It must be noted that more than 2% of announced proceedings (172 proceedings) didn't succeed. Summarized proceedings in a concise manner are presented in Table 5.

Table 5 Number of finished proceedings in accordance with the type of procurement in a summarized form

Names of indicators	Work	Goods	Services	Total
Open proceedings	98	23	60	181
Framework agreements procurements	174	2135	422	2731
Simplified proceedings	59	29	121	209

By declaring negotiative proceedings	8	11	10	29
Negotiative proceedings without declaration	221	2286	2579	5086
Total				8236

As we can see, during the 1st quarter of 2015 the tendency to give preference to single-sourced acquisitions still was the case, particularly contracts concluded on that basis compose around 62%. The share of framework agreements in the overall amount of conluded contracts is 32%.

During the 1st quarter of 2015 had been concluded contracts with around 83 billion AMD total price, out of which around 65 billion AMD were contracts where the customers were state governance bodies. The share of FA is much more considerable in terms of conract's price: around 52 billion AMD /63%/.

It must be noted that at the moment of June 16, at the official website of the procurements, there are data only on February, 2015. This means that at the end of the project, in the best case scenario, it will be possible to anticipate study for the period of January-March, 2015, which is presented bellow.

Observed problems

- There is need to regulate the order of data publishing and frequency of update in regard of Framework agreements. For example, even when TIAC pointed out the problem during the preparation of this report (March, 2015), information on framework agreements at the website are presented for the moment of December, 2014.
- The information contained in the website is incomplete: particularly are missing data for January, March and April of 2014.

September 2014

Goods

It must be noted that during the reporting month for goods were concluded 182 contracts, as a result of which the state generated obligations in the amount of 114 million AMD. For goods, in September of 2014, have been recognized as winners 33 companies.

It must be noted that value deviation of contractual obligations between the biggest and smallest winners is around 527³⁷, which in other equal conditions means even development of procurement market. The mentioned is being strengthened when we study centralization by using Herfindahl-Hirschman method.

Particularly both in terms of quantity and money, centralization is not being observed, because centralization respectively composes 741 and 1553. In the table 1 are presented those companies which signed the biggest money contracts.

Monetary analysis

Table 1. The biggest winners for the goods in September

³⁷The biggest supplier of the month is "Tisa" CJSC (29 million AMD) and the smallest is "Smartline" LLC (51730 AMD).

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“TISA” CJSC	29.6	16	+
“PAHAPAN” LLC	29.0	10	+
“Toyota Yerevan” LLC	13.0	1	+
“MES-TECHS” LLC	5.4	12	+
Overall mentioned	77.3	39	
The share of the mentioned in during the month (%)	68	21	

During the month were granted winners by 6 clients.

It must be noted that during the observed month in regard to clients is being noticed strong centralization, particularly the share of RA Police is 88% (in terms of money) of all procurements and 80% in terms of quantity. In addition, by the formula of Herfindahl-Hirschman quantitative centralization becomes 6614, and price centralization 7824, which is essentially higher from the 1800 level /see Table 2/.

Table 2. Structure and relative share of clients for goods in September, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ³⁸	Client-Company: Existence of risky relationship
RA Ministry of Labour and Social Issues	4.6 /4/	11 /6/	51	“Patron RM” LLC
Ministry of Economy	3.1 /3/	7 /4/	100	Tisa CJSC
Committee of Real Estate	2.8 /2/	5 /3/	91	“ART TECH” LLC
RA Police	100.7 /88/	147 /81/	29	“Pahapan” LLC
President’s Staff	0.9 /1/	2 /1/	100	“SHUSHAN TECHNIKS” LLC
CSC	1.9 /2/	10 /5/	69	“FLASH” LLC

Quantitative analysis

It is understandable that from the point of view of competition it is plausible to have a situation when biggest winners have competitive advantage and also at the same time they are the frequent

³⁸Dependence of the client from the supplier?

winners. In that regard it is important to study frequent winners /Table 3/. Such study shows that frequent winners usually win in inferior contests, while in contradiction to that, the biggest winners win in small number of contests but their prices are high. Our analysis enforces the hypothesis on absence of competition.

Table 3. Frequent winners for procurement of goods in September, 2014

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
“Geoterm” LLC	27	1.5	+
“Metc Ciacan” LLC	26	1.1	+
“Tisa” CJSC	16	29.6	
“Yermed” LLC	13	0.9	+
“MES-TEKS” LLC	12	5.4	
“PAHAPAN” LLC	10	29.0	
“ARMCOMPWINNER” LLC	9	2.3	
“H Group” LLC	8	0.7	
“LIDER COMPANY” LLC	8	0.2	+
“SMARTLINE” LLC	6	0.05	++
“KANAKERI KARI FABRIKA” LLC	5	4.8	
“ANGEL” LLC	5	1.6	
Overall mentioned	145	77.2	
The share of the mentioned during the month (%)	80	68	

Services

It must be noted that during the reporting month have been concluded 28 service contracts, as a result of which state formed obligations in the amount of 25 million AMD.

During the observed month, in terms of services, as winners had been recognized 9 companies. It must be noted that value deviation between the biggest and smallest is around 42³⁹, which in other equal conditions means, for that procurement type, even development of procurement market. Nevertheless, study of the centralization by the formula Herfindahl-Hirschman proves about weak centralization in terms of quantity and money, because centralization respectively composes 3163 and 2004.

In the table 3 are presented companies which signed the biggest contracts in terms of amount of money involved in the contract.

³⁹The biggest supplier of the month is “Sputnik” LLC (6.4 million AMD) and the smallest is Sole proprietor Anoush Petrosyan (150500 AMD)

Monetary analysis

Table 3. The biggest winners for the services in September

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“Sputnik” LLC	6.5	15	
“M-B-R” LLC	5.7	2	+
“Step Logic Yug” LLC	5.0	1	+
Overall mentioned	17	18	
The share of the mentioned in during the month (%)	69	64	

During the month 3 winners were awarded by the clients.

It must be noted that during the observed month, on the side of clients is being noticed strong centralization, particularly quantity centralization is 4107 according to the calculation based on Herfindahl-Hirschman formula, and money centralization is 4504 (using the same formula), which is essentially higher than the desirable level 1800 /see Table 4/.

Table 4. Structure and relative share of clients for servoces in September, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁴⁰	Client-Company: Existence of risky relationship
RA Police	10.8 /44/	15/54/	46	Step Logic Jugo LLC
President’s Staff	12.5 /54/	9/32/	45	“M-B-R” LLC
NSS ⁴¹	1.4 /6/	4/14/	100	“Sputnik” LLC

Quantitative analysis

From the point of view of quantitative analysis, the analysis is limited only by presenting information on the contract signed with Sputnik LLC. This company was recognized as winner in 15 conmpetitions, as a result of which the state formed obligations in the amount of 6.5 million AMD.

Works

It must be noted that during the reporting month, was signed just one work contract, as a result of which state had formed obligation in the amount of 180000 AMD toward Yason LLC.

⁴⁰Dependence of the client from the supplier?

⁴¹National Security Service

October 2014

Goods

It must be noted that during the reporting month for goods were signed 171 contracts, as a result of which the state had generated obligations in the amount of 691 million AMD.

In October 2014, for the provision of goods, 46 companies were recognized as winners.

It is noteworthy, that we have noticed situations when to the same procurement proceeding has participated companies which either were established by the same person (persons) or the same person (persons) possesses more than 50% share of that companies. Although, the RA Ministry for Work and Social Affairs had to articulate this, because the mentioned circumstance is forbidden by article 6 of the Law on Procurements.⁴²

<http://sossystems.am/?p=3832>

The issue is about Sole proprietor Edvard Mkhitarian and “Edvard Computers” LLC

Edvard Mkhitarian LLC

It must be noted that value deviation between biggest and smallest winners is about 10500⁴³, which in other equal conditions means more uneven development of procurement market.

The mentioned, is being enforced when we study centralization by using Herfindahl-Hirschman formula.

In terms of quantity, centralization is not being observed, because centralization is 661. Quite opposite: in terms of money, there is extremely strong deviation, particularly, formula of Herfindahl-Hirschman is 5612. In the table 5 are presented companies which have signed contracts with the biggest amount of money involved.

Monetary analysis

Table 5. The biggest winners for the goods in October

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
Flash LLC	515.3	9	
Anano LLC	22.1	15	+
Lanar Service LLC	20.2	4	+
Arpaniv LLC	17.8	16	+
Haghtanak-2000 LLC	16.7	3	+
Sisakani Hask LLC	11.4	1	+

⁴²It is forbidden joint participation of those companies to the same procurement proceeding, if they are established by the same person (persons) or more than fifty percent of shares belong to the same person (persons), unless if:

- 1) That companies are established by the state or communities
- 2) For participation cases, envisaged by the part 6, article 27 of this law

⁴³ The biggest supplier of the month is “Flash” LLC (515 million AMD) and the smallest one is “Elbat” LLC (49000 AMD)

Garantservice LLC	10.5	1	+
Step Logic Jug LLC	10	2	+
Hanesh Group LLC	6.4	7	+
Vega World LLC	6.2	1	+
Eriz LLC	6.2	2	+
Mosesco LLC	5.4	4	+
Computer Service LLC	5.2	2	+
Compass LLC	5.0	1	+
Overall mentioned	659	68	
The share of the mentioned in during the month (%)	95	40	

During the month, 9 clients were granted winners.

It must be noted that during the observed month, in part of clients is being noticed strong centralization, particularly the share of RA Police is 80% (in terms of money involved in the contracts) of all procurements during the month. Moreover, by Herfindahl-Hirschman formula's calculation quantitative concentration is 2223, monetary concentration is 6304, which is essentially higher than the desirable level of 18000 /see Table 6/.

Table 6. Structure and relative share of clients for goods in October, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁴⁴	Client-Company: Existence of risky relationship
RA Ministry of Labour and Social Issues	33.1 /5/	35 /20/	61	“LANAR SERVICE” LLC
Prosecutor's office	1.3/0.2/	2/1/	100	“SHUSHAN TECHNIKS” LLC
Ministry of Economy	0.5 /0.1/	33 /19/	34	Edward Mkhitaryan LLC
RA Police	541.5 /78/	45 /26/	90	“FLASH” LLC
NSS	73.5/11/	46/27/	30	“ANANO” LLC
Cadaster of Immovable Property	2.3/0.3/	2/1.2/	82	“Compmarket” LLC
CEC	1.9/0.3/	1/0.6/	100	“FLASH” LLC
President's Staff	30.3/4.4/	6/3.5/	94	“FLASH” LLC
Ministry of finances	6.2/0.9/	1/0.6/	100	“Vega World” LLC

⁴⁴Dependence of the client from the supplier?

Quantitative analysis

It is understandable that from the point of view of competition it is desirable to have situation when the biggest winners have competitive advantage and at the same time are frequent winners. In this regard, it is important to study the frequent winners /Table 7/. Such study shows that frequent winners usually win in inferior competitions, while in contrast to that, the biggest winners win in limited number of competitions, which however are of high-prices. The research conducted by us enhances hypothesis on the absence of competition.

Table 7. Frequent winners for procurement of goods in October, 2014

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
Flash LLC	9	515.3	+
“Shusan Technika” LLC	7	1.4	+
“Edward Computers” LLC	6	4.4	
“Compmarket” LLC	5	2.8	+
“Smartline” LLC	31	2.1	
“Pen Box” LLC	10	0.3	
“ANANO” LLC	15	22.1	
“HANESH GROUP” LLC	7	6.4	
“ARPANIV” LLC	16	17.8	+
Overall mentioned	106	572.8	
The share of the mentioned during the month (%)	62	83	

Services

It must be noted that during the reporting month were concluded 76 service contracts, as a result of which the state formed obligations in the amount of around 62 million AMD.

During the observed month, for service procurements, 33 companies were recognized winners. It must be noted that the value deviation between the biggest and smallest winners is around 52⁴⁵, which in other equal conditions, means that for that kind of procurements during the reporting period there was proportional development of the procurement market.

The mentioned is being confirmed by the formula of Herfindahl-Hirschman, particularly centralization in terms of both quantity and money is very weak, because centralizations is 1325 and 711 respectively.

In the Table 8 are being presented the names of companies which signed the biggest contracts in terms of amount of money involved.

⁴⁵The biggest supplier of the month is “Sputnik” LLC (10.3 million AMD) and the smallest is “Aravot Daily” LLC (200000 AMD)

Monetary analysis

Table8. The biggest winners for the services in October

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“SPUTNIK” LLC	10.3	24	+
“MEGASOFT” LLC	8.7	1	+
Overall mentioned	19	25	
The share of the mentioned in during the month (%)	31	33	

During the month, 12 clients awarded winners.

Although, during the observed month RA GA Police continues to be the biggest client, however there is lower centralization: particularly based on calculation of the formula of Herfindahl-Hirschman, the quantitative centralization is 1974, while moneycentralization is 1930, which is higher than the desirable 1800 level, but the deviation for that month is not critical.

Table9. Structure and relative share of clients for services in October, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁴⁶
CSC	0.8 /1.3 %/	1 /1.3 %/	“SOFTA BAS” LLC
Ministry of Labour and Social Issues	16.5 /27%/	20 /26%/	-
Prosecutor’s office	0.2 /1%/	1 /1.3 %/	
Ministry of Economy	7.4 /12%/	11 /14.5%/	“SS Travel” LLC “Taxi Prestige” LLC
NSS adjunct to RA Government	2.8 /5%/	7 /9.2%/	Sputnik LLC, “Loka” LLC ⁴⁷
RA Police	17.8 /29%/	23 /30%/	“SAT Solutions” LLC
Cadastre of Immovable property	8.7 /14%/	1/1.3 %/	“MEGASOFT” LLC
CEC	1.0 (2%)	2 (2.6%)	LOKA LLC

⁴⁶Dependence of the client from the supplier?

⁴⁷They together bid for the same competition only

MES	1.0 (2%)	2 (2.6%)	“PEGAS TRAVEL” LLC
President’s Staff	1.7 (3%)	5 (5%)	“SPUTNIK” LLC
Ministry of Sport and youth issues	0.8 /2%.	1/1.3 %/	Avetik Muradyan SP
MF	3.2 /5%/	2 (2.6%)	“ARTA” LLC

Although competitions by FA assumes higher competition, however we tried to reveal the most suspicious competitions for the reporting month, which although having competitive nature, however they had extremely low participation /mainly one participant/ and/or low prices.

Table 10. Data on risky competitions

Client	Subject-matter of procurement	Contract price	Participant recognized as a winner
RA Ministry of Economy	Lease of transporting means of passengers together with the driver	870,000	“Taxi Prestige” LLC
RA Ministry of Economy	Yerevan-Vienna-Washington-Paris-Yerevan “Econom” class airticket	1,270,333	“SS Travel” LLC
RA Ministry of Economy	Yerevan-Moscow-New-York-Moscow-Yerevan “Business class” airticket	2,160,000	“SS Travel” LLC

Quantitative analysis

From the viewpoint of quantitative analysis, analysis of frequent winners with the provided limitations reveals two companies: “Armenia Travel+M” LLC, which has been recognized as winner in 11 competitions for around 2.3 million AMD and “Sputnik” LLC, which has been recognized as winner in 24 competitions for around 10.4 million AMD.

Works

It must be noted that during October were concluded 23 contracts for works, as a result of which the state generated obligations in the amount of 4 million AMD.

During the observed month, for the part of services 5 companies were recognized as winners.

It must be noted that value deviation between the biggest and smallest winners is around 5.4⁴⁸, which in other equal conditions means that for that direction of procurements during the reporting period there were proportional development of procurement’s market.

Nevertheless, calculations based on the formula of Herfindahl-Hirschman shows that there is centralization above from medium, because centralization is 3157 and 2676 respectively.

⁴⁸The biggest supplier of the month is “Misma” LLC (1.4 million AMD) and the smallest “Khacharam conservatorium” LLC (262800 AMD)

Amount and quantity analysis

From the viewpoint of money and quantity analysis, by the given limitations, reveals only one company: “Voskan Yerevantci” OJSC, which was recognized as winner in 11 competitions with around 1.2 million AMD.

November, 2014

Goods

It must be noted that during the reporting period, for the part of goods had been signed 558 contracts, as a result of which the state generated obligations in the amount of 684 million AMD. In November, 2014 for the part of goods 56 companies were recognized as winners. It must be noted that value deviation between the biggest and smallest winners is around 264000⁴⁹, which in other equal conditions means non-proportional development of procurement’s market. The mentioned is being enforced, when we are studying the centralization by using Herfindahl-Hirschman formula. Particularly, in terms of quantity centralization is not being noticed, because centralization is 753, which can’t be said about money centralization, the value of which is 1817.

Monetary analysis

Table11. The biggest winners for the goods in November

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
ALPHA-PHARM CJSC	209	49	
Natalie Pharm LLC	167	64	
Vaga Pharm LLC	73	38	
Lambron-Farmimpex LLC	68	28	
Agata Pharm LLC	42	47	
Compmarket LLC	23	8	
CPS Oil Corporation LLC	21	2	
Medtechservice LLC	16	4	
Overall mentioned	621	240	
The share of the mentioned in during the month (%)	91%	43%	

During the month winners had been awarded by 12 clients.

It must be noted that during the observed month, for the part of clients, is being noted strong centralization: particularly, NSS has 87% of share in terms of money involved in procurements conducted during the month, and 38% of share in terms of quantity of procurements.

⁴⁹The biggest supplier is “Alpha Pharm” CJSC (209 million AMD) and the smallest “GORTCINKER.AM” LLC (792 AMD)

Table 12. Structure and relative share of clients for goods in November, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁵⁰	Client-Company: Existence of risky relationship
RA Ministry of Labour and Sociall Issues	3.6 (0.5%)	23 (4%)	33%	Edvard Computers LLC
Ministry of Economy	1.8 (0.3%)	47 (8.4%)	24%	Zangezour Eximpt LLC
State Cadastre of Immovable Property	4.5 (0.7%)	9 (1.6%)	91%	Compmarket LLC
RA Police	31 (4.5%)	201 (36%)	9%	Agata Pharm LLC
President's Staff	11.6 (1.7%)	30 (5.4%)	34%	Art Tech LLC
Prosecutor's office	9.6 (1.4%)	1 (0.2%)	100%	Compmarket LLC
Ministry of Justice	21 (3%)	2 (0.4%)	85%	CPS Oil Corporation LLC
NSS	598 (87%)	211 (38%)		ALPHA-PHARM LLC
Ministry of Sport and youth issues	0.07 (0%)	13 (2%)		-
MES	1.6 (0.7)	4 (0.2%)		-
Ministry of Urban Development	0.1 (0.01)	8 (1.4%)		-
Armavir's regional administration	0.5 (0.08)	9 (1.6%)		-

⁵⁰Dependence of the client from the supplier?

Quantitative analysis

Table 13. Frequent winners for procurement of goods in November, 2014

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	Frequent winners during the month
ABI LLC	101	1.9	
Natali Pharm LLC	64	167	
Alfa-Pharm CJSC	49	209	
Agata-Pharm LLC	47	42	
Vaga Pharm LLC	38	73	
Lambron-Pharmimpex LLC	28	68	
Hanesh Group LLC	21	0.3	
Lanka LLC	18	0.2	
Delta LLC	16	3.4	
Smarline LLC	16	0.7	
Kotayk LLC	14	8.6	
Armcompwinner LLC	13	0.07	
Zorashen LLC	12	3.1	
Compmarket LLC	8	23.2	
Zangezour Eximp LLC	8	1.3	
Metc Ciacan LLC	7	0.3	
TISA CJSC	6	2.9	
PATRON RM LLC	6	1.3	
DARF LLC	5	2.3	
Arpaniv LLC	5	1.1	
Aray LLC	5	1.2	
English Trade House LLC	5	0.09	
Overall mentioned	492	612	
The share of the mentioned during the month (%)	88%	89%	

Services

It must be noted that during the reporting month had been signed 47 contracts, as a result of which the state formed obligations in the amount of around 57 million AMD.

During the observed month, for the part of services 11 companies were recognized as winners.

It must be noted that value deviation between the biggest and smallest winners is around 146⁵¹, which in other equal conditions, means that for that aspect of procurements during the reporting period there is non-proportional development of procurement's market.

The mentioned is being enhanced when we study the centralization by using Herfindahl-Hirschman formula. Particularly, centralization is being noticed both in terms of quantity and in terms of money involved /2947 and 3379 respectively/.

Monetary analysis

Table 14. The biggest winners for the services in November

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
Bash Aparan LLC	30	6	+
Sputnik LLC	12.8	24	
Garantservice LLC	5.6	2	
Overall mentioned	48.6	32	
The share of the mentioned in during the month (%)	84%	68%	

During the month 6 clients awarded winners.

During the observed month, RA GA Police continues to remain the biggest client and there is extremely high centralization. Particularly, based on calculation by using Herfindahl-Hirschman formula, the centralization is 4178, and in terms of money centralization it is 6048, which is higher from the desirable 1800 level.

Table 15. Structure and relative share of clients for services in November, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the monthly FA of the Client ⁵²	Client-Company: Existence of risky relationship
RA Police	44 (62%)	29 (76%)	68%	Bas Aparan LLC
NSC	7.5 (13 %)	6 (12.8 %)	100%	Sputnik LLC
Ministry of Economy	4.2 (7.4%)	5 (10.6%)	28%	Imperia Travel LLC
President's Staff	0.7 (1.2%)	4 (8.5%)	41%	Sputnik LLC
Ministry of Sport and youth issues	0.3 (0.6%)	2 (4.3%)	100%	Beverayin Ughi LLC
MES	0.8 (1.4%)	1 (2.1%)	100%	Armenia Travel+M LLC

⁵¹The biggest supplier of the month is "Bash Aparan" LLC (30 million AMD) and the smallest is "Wind Rose Travel Pro" LLC (205000 AMD)

⁵²Dependence of the client from the supplier?

Quantitative analysis

Table 16. Frequent winners for procurement of services in November, 2014

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
Bas Aparan LLC	6	30	
Sputnik LLC	24	12	
Overall mentioned	30	42	
The share of the mentioned during the month (%)	64	75	

Jobs

It must be noted that during the reporting month were concluded 32 contracts on job procurements, as a result of which the state formed obligations in the amount of around 11 million AMD.

During the observed month, for the aspect of services, 10 companies were recognized as winners. It must be noted that the deviation between the biggest and smallest winners is around 1600⁵³, which in other equal conditions, means that for that aspect of procurement for the monitoring period, there was non-proportional development of the procurement's market.

The mentioned is being enhanced when we study centralization by using Herfindahl-Hirschman formula. Particularly, centralization is being noted both in terms of quantity and money /2947 and 3379 respectively/.

Quantitative and money analysis

It must be noted that for the reporting period only one company has satisfied our requirements: "Legal Plus" LLC, which had been recognized as winner in 3 competitions for 6.9 million AMD amount. In terms of quantity, "AHA Poligraph" LLC had been recognized as winner in 7 competitions with 1.8 million AMD amount, and "Astghik Gratun" LLC had been recognized as winner in 10 competitions for 80 thousand AMD amount.

December 2014

Goods

It must be noted that during the reporting month, for the part of goods were signed 146 contracts as a result of which the state generated obligations in the amount of 877 million AMD.

It must be noted that during the reporting month for goods were signed 146 contracts, as a result of which the state generated obligation in the amount of 877 million AMD.

⁵³The biggest supplier of the month "Legal plus" LLC (6.9 million of AMD) and the smallest "Blankhrat" CJSC (4320 AMD)

In December 2014, for goods supply 24 companies had been recognized as winners. It must be noted that value deviation between the biggest and smallest winners is 7562⁵⁴, which in other equal conditions means more proportional development of procurement's market. The mentioned is being enhanced when we study centralization by using Herfindahl-Hirschman formula.

In particular, in terms of quantity, centralization is not being observed, because centralization is 1788, while the same can't be said about money centralization the value of which is 2545.

Monetary analysis

Table 17. The biggest winners for the goods in December

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
CPS	264	1	
AGAT-777 LLC	258	13	
Flash LLC	241	9	
Gardmen LLC	23	9	
Press distribution agency of RA CJSC	20	56	
A.Varosyan ev inkerner LLC	17	10	
Consel LLC	15	1	
Anush Petrosyan SP	13	1	
Overall mentioned	851	100	
The share of the mentioned in during the month (%)	97	69	

During the month 8 clients awarded winners.

During the observed month, RA GA Police continued to be the biggest client, and there was extremely high centralization, particularly by the calculation based on Herfindahl-Hirschman formula the quantitative centralization is 3169, and money centralization is 5273, which is higher than the desired 1800 level.

⁵⁴The biggest supplier of the month is "CPS" (263 million AMD) and the smallest "Toneks" LLC (34860 AMD)

Table 18. Structure and relative share of clients for goods in December, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the monthly FA of the Client ⁵⁵	Client-Company: Existence of risky relationship
Cadastre of Immovable property	0.3 (0.0%)	7 (4.8%)	88%	Norma Plus LLC
NSS	283 (32 %)	57 (39 %)	93%	SPC LLC
RA Ministry of Labour and Social Issues	0.6 (0.1%)	12 (8.2%)	28%	Metc Ciacan LLC
State Service for Food Safety of RA MA	1.4 (0.2%)	3 (2.1%)		Edvard Computers LLC
RA Police	570 (65%)	57 (39%)	45%	AGAT-777 LLC
Ministry of Urban Development	0.3 (0.0%)	7 (4.8%)		Darf LLC
Shirak's regional administration	7 (0.8)	1 (0.7%)	100%	"Maxhur" LLC
MTA	13.6 (1.6%)	2 (1.4%)	100%	Flash LLC

Quantitative analysis

Table 19. Frequent winners for procurement of goods in December, 2014

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
Press distribution agency of RA CJSC	56	20	+
AGAT-777 LLC	13	258	
A.Varosyan ev inkerner LLC	10	17	
Flash	9	241	
Gardmen LLC	9	23	
Metc Ciacan LLC	9	0.5	
Ruzanna Hovhannisyan SP	8	0.3	
Norma Plus LLC	7	0.7	
Overall mentioned	121	560	

⁵⁵ Dependence of the client from the supplier?

The share of the mentioned during the month (%)	83	64	
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Services

It must be noted that during the reporting period, for the goods were concluded 10 contracts, as a result of which the state generated obligations in the amount of 120 million AMD.

In December of 2014, for goods, 5 companies had been recognized as winners.

It must be noted that value deviation between the biggest and smallest winners is 50⁵⁶, which in other equal conditions means more proportional development of procurement's market. Nevertheless, study by using Herfindahl-Hirschman formula proves about limited centralization. Particularly, both in terms of quantity and money, it is being noted centralization /3200 and 3700 respectively/.

Monetary analysis

Table 20. The biggest winners for the services in December

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
Ucom LLC	59	2	+
"Utech-Avto" LLC	40	1	+
Best Soft CSJC	13	1	+
Overall mentioned	112	4	
The share of the mentioned in during the month (%)	94	40	

During the month 6 clients awarded winners.

During the observed month, State Committee of the Real Estate Cadastre was the biggest client. Moreover, in terms of money there was an extremely high centralization: particularly, calculations based in Herfindahl-Hirschman formula, the quantitative centralization is 2000, and money centralization is 4818, which is higher from the desirable 1800 level.

Table 21. Structure and relative share of clients for services in December, 2014

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁵⁷	Client-Company: Existence of risky relationship

⁵⁶The biggest supplier of the month "Ucom" LLC (59 million AMD) and the smallest "Megasoft" LLC (1.2 million AMD)

⁵⁷Dependence of the client from the supplier?

RA Police	40 (33%)	1(10%)	100%	Utech-Avto LLC
CSC	1.5 (1.3 %)	2 (20 %)	61%	Armentel
President’s staff	1.8 (1.5%)	1 (10%)	100%	Armentel
NSS	1.7 (1.4%)	2 (20%)	41%	Armentel
State Service for Food Safety of RA MA	1.4 (1.2%)	1 (10%)	100%	Armentel
Immovable property	72.7 (61%)	3 (30%)	80%	Ucom

Quantitative analysis

Quantitative analysis is being limited by “Armentel” CJSC, which won in 5 competitions, as a result of which the state generated 6.4 million AMD obligation.

Works

Was concluded only one contract in the amount of 49800 AMD.

January 2015 Goods

It must be noted that during the reporting month had been concluded 91 contracts on procurement of goods, as a result of which the state generated obligations in the amount of 228 million AMD. In January of 2015 for the procurement of goods, 13 companies had been recognized as winners. It must be noted that the value deviation between the biggest and smallest winners is 151⁵⁸, which in other equal conditions means that there is more proportional development of procurement’s market. The mentioned is being enforced when we study the centralization by using Herfindahl-Hirschman formula.

Particularly, in terms of quantity centralization it is not being noticed, because the centralization is 2073, which can’t be said for money centralization, the value of which is 2396.

Monetary analysis

Table 22. The biggest winners for the goods in January

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“CPS Oil Corporation” LLC	77	5	
“Flash” LLC	68	3	

⁵⁸ The biggest supplier of the month “CPS Oil Corporation” LLC (77 million AMD) and the smallest “Press distribution agency of RA” CJSC (512650 AMD)

Agat-777	36	2	
Smartline LLC	12	1	
Compmarket LLC	12	29	
Overall mentioned	207	40	
The share of the mentioned in during the month (%)	91	44	

During the month 6 clients awarded winners.

The study shows that during the observed month on part of clients the centralization is not high. Particularly, by Herfindahl-Hirschman formula's calculations, the quantitative centralization is 6877, and money centralization is 2683, which nevertheless is high, but not critical.

Table 23. Structure and relative share of clients for goods in January, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁵⁹	Client-Company: Existence of risky relationship
Immovable property	73 (32%)	6 (6.6%)	73%	“CPS Oil Corporation” LLC
President’s Staff	20 (9%)	75 (82%)	16%	Compmarket LLC
CSC	1 (0.4%)	2 (2.2%)	100%	“Flash” LLC
Ministry of Labour and Social Issues	59 (26%)	5 (5.5%)	40%	Agat-777
Prosecutor’s office	67 (30%)	1 (1.1%)	100%	“Flash” LLC
Ministry of Sport and Youth Issues	5.8 (2.6%)	2 (2.2%)	100%	“CPS Oil Corporation” LLC

Quantitative analysis

Table 24. Frequent winners for procurement of goods in December, 2014

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
“CPS Oil Corporation” LLC	5	77	
Compmarket LLC	29	12	
Press Stend LLC	26	5.4	
COPY SERVICE LLC	8	1.1	

⁵⁹Dependence of the client from the supplier?

Overall mentioned	77	96	
The share of the mentioned during the month (%)	85	42	

Services

It must be noted that during the reporting month for good's procurement had been concluded 70 contracts, as a result of which the state generated obligations in the amount of 587 million AMD. In January of 2015, 18 companies had been recognized as winners for goods' procurements. It must be noted that the value deviation between the biggest and smallest winners is 2944⁶⁰, which in other equal conditions means prevalent non-proportional development of procurement's market. The mentioned is being enhanced when we study centralization by using the Herfindahl-Hirschman formula. Particularly, in terms of quantity there is not being observed centralization, because the coefficient is 1408, and in terms of money there is essential centralization, because the coefficient of the value is 4108.

Monetary analysis

Table 25. The biggest winners for the works in January

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
"Ucom" LLC	368	7	
"Utech-Avto" LLC	40	1	
Agat-777	36	2	
Emeralda LLC	34	6	
"DZAYNALARERE HERATSVATSNERI MIAVORUM" NGO	28	2	
"Alikante" LLC	23	2	
"Armentel" CJSC	14	2	
Best Soft LLC	13	1	
Megasoft LLC	11	2	
Overall mentioned	568	25	
The share of the mentioned in during the month (%)	97	36	

During the month 8 clients granted winners.

⁶⁰The biggest supplier of the month "Ucom" LLC (368 million AMD) and the smallest "Seg" LLC (125000 AMD)

The study shows that during the observed month for the part of clients the centralization is high, particularly quantitative centralization by calculations based on the Hierfindahl-Hirschmann's formula is 3938, and in terms of money centralization is 2835.

Table 26. Structure and relative share of clients for services in January, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁶¹	Client-Company: Existence of risky relationship
Immovable property	95 (16%)	42 (60%)	61%	Ucom LLC
CSC	1.5 (0.3%)	2 (2.9%)	62%	Armental CJSC
Ministry of social and labour issues	69 (12%)	5 (7%)	34%	“DZAYNALARERE HERATSVATSNERI MIAVORUM” NGO
Prosecutor's office	70 (12%)	8 (11%)	51%	Ucom LLC
Ministry of sport and youth issues	2 (0.3%)	2 (2.9%)	94%	Ucom LLC
Ministry of finances	270(46%)	2 (2.9%)	100%	Ucom LLC
Police	77 (13%)	8 (11%)	51%	“Utek avto” LLC
MES	1 (0.2%)	1 (1.4)	100%	Ucom LLC

Quantitative analysis

Table 27.Frequent winners for procurement of services in January, 2015

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
Ucom LLC	7	368	
Emeralda LLC	6	34	
Beverayin ugi LLC	19	2.8	
Grigor Ayvazyan SP	14	2.1	
Overall mentioned	46	407	
The share of the mentioned during the month (%)	66	69	

Jobs

⁶¹ Dependence of the client from the supplier?

During the reporting month, according to the data officially posted at the website of the procurement, on jobs there were no acquisitions made.

February 2015 Goods

It is filled in not completely, there are no quantities mentioned, for example number of newspapers acquired.

It must be mentioned that during the reporting month for goods had been concluded 228 contracts, as a result of which the state generated obligations in the amount of 521 million AMD.

In February of 2015, for procurement of goods 28 companies have been recognized as winners.

It must be noted that the value deviation between the biggest and smallest winners is around 23680⁶², which in other equal conditions means prevalent non-proportional development of procurement's market. The mentioned is being enhanced when we study centralization by using Herfindahl-Hirschman formula.

Particularly, in the aspect of quantity, centralization is not being observed, because the centralization is 1415, which can't be said about money centralization, the value of which is 2970.

Money analysis

Table 28. The biggest winners for the services in February

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“Flash” LLC	260	11	
CPS Oil Corporation LLC	94	7	
Macro Food LLC	44	9	
“Khacharam conservatoria” LLC	34	3	
“Unicomp” CJSC	24	2	
Hans fus LLC	13	2	
Overall mentioned	469	34	
The share of the mentioned in during the month (%)	90	15	

During the month 15 clients awarded winners.

The study shows that during the observed month for the part of clients the centralization is not high, particularly based on calculations of Herfindahl-Hirschman's formula, the quantitative centralization is 1327, and money centralization is 2001, which slightly exceeds 1800.

Table 29. Structure and relative share of clients for goods in February, 2015

⁶²The biggest supplier of the month “Flash” LLC (260 million AMD) and the smallest “Misma” (11000 AMD)

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁶³	Client-Company: Existence of risky relationship
Immovable property	59 /11.3/	4 /1.8/	91%	CPS Oil Corporation LLC
PD	171 /33/	30 /13/	50%	Flash LLC
President’s Staff	51 /9.9/	12 /5.3/	47%	Flash LLC
Prosecutor’s office	68 /13.2/	20 /8.8/	98.5%	Flash LLC
Ministry of sport and youth issues	1.8 /0.4/	46 /20.3/	87%	“Smartline” LLC
Police	114 /22/	36 /16/	47%	Flash LLC
Armavir’s regional administration	7.1 /1.4/	2 /0.9/	100	CPS Oil Corporation LLC
State service for food safety of RA MA	1.9 /0.4/	12 /5.3/	90	“Capital Construct” LLC
Kotayk’s regional administration	7.5 /1.5/	1 /0.4/	100	CPS Oil Corporation LLC
MES	7.2 /1.4/	2 /0.9/	100	Flash LLC
PSRC	1.4 /0.3/	2 /0.9/	100	“Smartline” LLC
Syunik’s regional administration	10.5 /2/	1 /0.4/	100	CPS Oil Corporation LLC
Ministry of diaspora	2 /0.4/	38 /16.7/	50	“Smartline” LLC
CC	0.5 /0.1/	19 /8.4/	100	Blitz Media LLC
MTA	13 /2.6/	2 /0.9/	100	Flash LLC

Quantitative analysis

Table 30. Frequent winners for procurement of jobs February, 2015

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
“Smartline” LLC	58	4	
“Blitz Media” LLC	51	2	
“Arvatek” LLC	26	6.7	
“Pen box” LLC	14	0.3	
“Press distribution agency of RA” CJSC	13	1.1	
“Flash” LLC	11	260	
MACRO FOOD LLC	9	43.6	

⁶³ Dependence of the client from the supplier?

“SPC Oil Corporation” LLC	7	94	
Overall mentioned	189	412	
The share of the mentioned during the month (%)	83	79	

Services

It must be noted that again it is being observed that toward comprehensiveness of data there is no proper responsibility, particularly some data are totally missing.

It must be noted that during the reporting month, for the aspect of services have been concluded 262 contracts, as a result of which the state generated obligations in the amount of around 989 million AMD. Such big procurements are conditioned with acquisitions for disabled persons, as was foreseen for that month.

In February of 2014, for the procurement of goods, 27 companies were recognized as winners.

It must be noted that value deviation between the biggest and smallest winners is 58336⁶⁴, which in other equal conditions means that there is prevalent non-proportional development of procurement’s market. The mentioned is being enhanced when we study centralization by using Herfindahl-Hirschman formula.

Particularly, in terms of quantity centralization is not being observed, because centralization is 1344, which can’t be said for the money centralization, the value of which is 3268.

Monetary analysis

Table 31. Frequent winners for procurement of services in February, 2015

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
“Interorto” LLC	529	39	
“Protesaortopedic” LLC	172	66	
“Satar” NGO of disabled persons	91	15	
UCOM LLC	59	1	
Emeralda LLC	30	6	
“Garantservice” LLC	27	2	
Beverajin ughi LLC	19	21	
Best Soft CJSC	13	1	
Megasoft LLC	11.4	2	
“Achk” LLC	11	1	
“M-B-R” LLC	11	7	
Overall mentioned	968	161	

⁶⁴The biggest supplier of the month “Interorto” LLC (525 million AMD) and the smallest “Art Consulting” LLC (9000 AMD)

The share of the mentioned during the month (%)	98	61	
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During the month 10 clients awarded winners.

Study shows that during the observed month, for the part of clients centralization is extremely high. Particularly, calculations based on Herfindahl-Hirschman's formula shows that quantitative centralization is 3265, and money centralization is 6794.

Table 32. Structure and relative share of clients for services in February, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the monthly FA of the Client ⁶⁵	Client-Company: Existence of risky relationship
Immovable property	131 /13/	48 /18/	45%	UCOM LLC
Prosecutor's office	38 /4/	71 /27/	90%	Emeralda LLC
Ministry for sport and youth issues	0.8 /0.1/	1 /0.4/	100%	Patron R M LLC
Police	34 /3.5/	13 /5/	79%	"Gastransservice" LLC
Shirak's regional administration	3 /0.3/	1 /0.4/	100%	"JNS Alfa" CJSC
MNistry of Labour and social issues	803 /81/	122 /47/	65%	"Interorto" LLC
CSC	0.8 /0.1/	1 /0.4/	100%	"Compass" LLC
Ministry of Economy	1.4 /0.1/	2 /0.8/	69%	"Taxi Prestige" LLC
Ministry of Urban Development	0.5 /0.1/	1 /0.4/	100%	"Hakva" LLC
Ministry of finances	1 /0.1/	2 /0.8/	100%	"Hayots Ashkarh" daily

Quantitative analysis

Table 33. Frequent winners of services in February 2015

⁶⁵ Dependence of the client from the supplier?

Frequent winners of the month	Number of won competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
“Protesaorthopedic” LLC	66	172	
FINLOU LLC	46	2.3	
“Interorto” LLC	39	525	
Beverain ughi LLC	21	19	
“Satar” disables NGO	15	91	
Grigory Ayvazyan SP	14	2	
Gaudeamus LLC	14	0.7	
“M-B-R” LLC	7	11	
Emeralda LLC	6	30	
Anoush Petrosyan SP	5	1	
Totally mentioned	233	853	
Shared of the mentioned during the month (%)	89	86	

Works

During the observed month, for the part of works had been conducted 10 proceedings, as a result of which the state generated obligations in the amount of 0.7 million AMD.

It must be noted that out of 10 proceedings, the 9 were conducted by the President’s Staff, and moreover, in 8 cases out of that 9, contracts had been signed with Sole Proprietor Irina Melkonyan.

March 2015

It must be noted that during the reporting period for goods had been concluded 466 contracts, as a result of which the state generated obligations in the amount of 1136 million AMD.

In March of 2015, for the procurement of goods, have been recognized 49 companies as winners. It must be noted that value deviation between the biggest and smallest winners is 50048⁶⁶, which in other equal conditions means that there is prevalent non-proportional development of the procurement's market. The mentioned is being enhanced when we study centralization by Herfindahl-Hirschman's formula.

Particularly, in terms of quantitative aspects centralization is not being observed, because centralization is 730, which can't be said about monetary centralization, the value of which is 5996.

Monetary Analysis

Table 34. The biggest winners for goods in March

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“Flash” LLC	876	9	
Elit-Sport LLC	68.6	1	
Waive LLC	28.5	1	
“Masisi Garun garment factory” LLC	20.8	3	
Kamar CJSC	19.2	1	
Guardin LLC	16.5	1	
Danini LLC	13	1	
Arpaniv LLC	11	7	
Darf LLC	11	4	
Overall mentioned	1064	28	
The share of the mentioned in during the month (%)	93.6	6	

During the month 12 clients awarded winner titles.

The study shows that during the observed month for the part of clients the centralization is not high. Particularly, by calculations based on Herfindahl-Hirschman's formulate, the quantitative centralization is 1732, and monetary centralization is 7157, which essentially prevails 1800 level.

⁶⁶The biggest supplier of the month “Flash” LLC (875 million AMD) and the smallest Sole Proprietorship Ruzanna Hovhannisyan (17500 AMD)

Table 35. Relative share and structure of clients for goods in March, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the monthly FA of the Client ⁶⁷	Client-Company: Existence of risky relationship
Immovable property	8.7 /0.8/	108 /23/	17%	“Mec Ciacan” LLC
Prosecutor’s office	6 /0.5/	31 /6.7/	59%	“Blitz Media” LLC
Ministry of Sports and Youth Issues	70 /6.1/	63 /13/	98%	“Elit Sport” LLC
Police	957 /84/	91 /19/	91%	“Flash” LLC
Shirak’s Marzpetaran (Regional Administration Office)	0.9 /0.1/	21 /4.5/	100%	“Norma-Card” LLC
Ministry of Work and Social Issues	32 /2.8/	2 /0.4/	60%	“Kamar” CSJC
Ministry of Economy	8 /0.7/	3 /0.6/	51%	“CPS Oil Corporation”
Ministry of Urban Development	0.6 /0.1/	15 /3.2/	14	“Arvatek” LLC
Ministry of Diaspora	0.6 /0.1/	6 /1.3/	40%	“Norma-Plus” LLC
Armavir’s Marzpetaran (Regional Administration office)	1 /0.1/	9 /1.9/	52%	“Smart Line” LLC
CSC	38 /3.3/	8 /1.7/	43%	“Guardian” LLC
President’s Staff	13 /1.2/	109 /23.4/	21%	“Mec Ciacan” LLC

Quantitative analysis

Table 36. Frequent winners for goods in March, 2015

Frequent winners of the month	Number of won competitions won by the	Generated obligations toward the winning participant during the month, million AMD	White companies

⁶⁷ Dependence of the client from the supplier?

	winning participant during the month, items		
“Flash” LLC	9	876	
“Patron RM” LLC	15	0.5	
“Compass” LLC	6	0.2	
“Edward Computers” LLC	6	0.3	
“H Group” LLC	9	1.8	
“Norma-Plus” LLC	19	1.9	
“Toneks” LLC	18	1.8	
“GMJet Service” LLC	7	0.3	
“ART TECKH” LLC	6	2.2	
Sole Proprietor Marat Harutyunyan	5	0.2	
“Arvatek” LLC	16	2.5	
“SmartLine” LLC	44	2.5	
“Norma-Card” LLC	21	0.9	
“Pen Box” LLC	5	0.4	
“Mec Ciacan” LLC	27	4.6	
“Magnates” LLC	24	2.6	
“Macro food” LLC	88	8.2	
Foton LLC	7	0.8	
Sole Proprietor Hovsep Petrosyan	5	1.1	
“Arpaniv” LLC	7	10.8	
“Blite Media” LLC	43	4	
“Press Stendl” LLC	28	5.3	
Overall mentioned	415	929	
The share of the mentioned in during the month (%)	89	82	

Services

It must be noted that during the reporting month for goods have been concluded 165 contracts, as a result of which the state generated obligations in the amount of 126 million AMD.

In March of 2015, for the part of goods, 54 companies have been recognized as winners.

It must be noted that the value deviation between the biggest and smallest winners is around 216⁶⁸, which in other equal conditions means prevalent proportional development of procurement’s market. The mentioned is being enhanced when we study centralization by using Herfindahl-Hirschman’s formula.

Particularly both in quantitative and monetary terms centralization is not being observed, because centralization is respectively 1016 and 632, which proves that in the given month for the acquisition of services there was low centralization.

⁶⁸The biggest supplier of the month «PanArmenian Media Group» CJSC (20 million AMD) and the smallest “Seg” LLC (92400 AMD)

Monetary analysis

Table 37. The biggest winners for goods in March

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
PanArmenian Media Group CSJC	20	1	
RA State Administration Academy SNTA	11.4	5	
“Garantservice” LLC	14.3	1	
Overall mentioned	45.8	7	
The share of the mentioned in during the month (%)	36	4	

During the month 10 clients awarded winners.

Study shows that during the observed month for the part of clients the centralization is not high. Particularly by calculations based on Herfindahl-Hirschman’s formula, the quantitative centralization is 2553, and monetary centralization is 3133, which essentially prevails 1800 level.

Table 38. Relative share and structure of the clients for the goods in March, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the monthly FA of the Client ⁶⁹	Client-Company: Existence of risky relationship
Immovable property	0.1	1	100%	“Sputnik” LLC
Ministry of Sports and Youth Issues	0.3	2	100%	“Everycomp-Tec” LLC
Police	10	38	30%	“Compass” LLC

⁶⁹Dependence of the client from the supplier?

Ministry of Work and Social Issues	62	60	100%	PanArmenian Media Group CJSC
Ministry of Economy	22	3	64%	“Garantservice” LLC
Staff of the President	2.1	4	51%	“Sputnik” LLC
Ministry of Urban Development	1.8	2	59%	“MAT-AP” LLC
Ministry of Diaspora	4	3	72%	“Marat Harutyunyan” Sole Proprietor
MES	1.3	42	100%	“M-B-R” LLC
CSC	21.7	10	53%	RA State Administration Academy SNTA

Quantitative analysis

Table 39. Frequent winners for goods during March, 2015

Frequent winners of the month	Number of won competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
RA State Administration Academy SNTA	5	11.4	
“Nork TVK” CJSC	7	3.1	
“Beverajin Uggi” LLC	22	3.1	
“SEG” LLC	10	0.09	
“M-B-R” LLC	44	5.1	
“Sputnik” LLC	5	1.4	
Overall mentioned	93	24.3	
The share of the mentioned in during the month (%)	56.4	19.2	

Works

It must be noted that during the reporting month for the part of works have been concluded 55 contracts, as a result of which the state generated obligations in the amount of 49 million AMD. In March of 2015, for the part of works 11 companies have been recognized as winners. It must be mentioned that the value deviation between the biggest and smallest winners is around 683⁷⁰, which in other equal conditions means prevalent non-proportional development of

⁷⁰The biggest supplier of the month «Astghik Gratun” LLC (22.6 million AMD) and the smallest “Lusabac publishing house” LLC (33000 AMD)

procurement's market. The mentioned is being enhanced when we study centralization by using Herfindahl-Hirschman's formula.

Particularly, both in terms of quantitative and monetary aspects it is being observed high centralization, because centralization is 3686 and 4065 respectively, which proves that during the given month there was high centralization for the part of work acquisitions.

Monetary analysis

Table 39. The biggest winners for the works in March

The biggest winners of the month	Generated obligations toward the winning participant during the month, million AMD	Number of won competitions won by the winning participant during the month, items	Companies subject to checkings
“Astghik Publishing House” LLC	22.5	6	
“Voskan Yerevantci” publishing house-productive-publishing OJSC	21.5	6	
Overall mentioned	44	12	
The share of the mentioned in during the month (%)	90	22	

During the month 6 clients have awarded winner titles.

Study shows that during the observed month centralization was not high for the part of clients. Particularly based on the calculations of using Herfindahl-Hirschman's formula, the quantitative centralization is 3798, and monetary centralization is 4507, which essentially prevails 1800 level.

Table 40. Structure and relative share of clients for works in March, 2015

Client	Acquisitions made during the month, million AMD/relative share	Number of acquisitions made during the month, items/relative share	Relative share of the biggest supplier in the montly FA of the Client ⁷¹	Client-Company: Existence of risky relationship
RA Prosecutor's office	5	32	63%	“Astghik Gratun” LLC
MES	31	8	63%	“Voskan Yerevantci” publishing house-productive-publishing OJSC
CRPS	0.6	5	56%	Sole Proprietor Arman Asmangu
Staff of the President	0.1	4	50%	“Asoghik” LLC

⁷¹Dependence of the client from the supplier?

Ministry of Diaspora	8.1	4	95%	“Astghik Publishing House” LLC
MTA	3.8	2	52%	“Bekor-Hrat” LLC
Urb. Dev. Ministry				

Quantitative analysis

Table 41. Frequent winners for procurement of jobs in March, 2015

Frequent winners during the month	Number of competitions won by the winning participant during the month, items	Generated obligations toward the winning participant during the month, million AMD	White companies
Sole Proprietor Arman Asmangulyan	32	1.4	
“Astghik Publishing House” LLC	6	22.6	
“Voskan Yerevantci” publishing house-productive-publishing OJSC	6	21.5	
Overall mentioned	44	45.5	
The share of the mentioned during the month (%)	80	93	

Annex 1. LIST OF MEMBERS OF THE APPEAL's BOARD

CN	Name, Surname	Position
1	Gasparyan Hamlet	Chief Specialist, Expert-Analytical Department, Staff of RA President
2	Mkrtchyan Aram	Deputy of Manager of Operations, Staff of the RA Government
3	Manucharyan Marat	Head of the Unit on Procurements and Supplies, Staff of the Council on National Security
4	Mnacakanyan Arman	Head of Legal Department, Staff of RA Ministry of Finance
5	Ohanyan Rudik	Deputy Head, Department of Economic Analysis and Formulation of Documents, Department of Maintenance of Material-technical Items, RA Ministry of Defense
6	Chobanyan Roman	Head of the Unit on Implementation of Procurement Proceedings, Staff of the RA Ministry of Defense
7	Eduard Shakhkyan	Deputy Head of the Staff of RA Ministry for Energy and Natural Resources
8	Mkhitaryan Anna	Head of the Unit on Coordination of Procurement, Department of Financial-economic issues, Staff of the RA Ministry of Education and Science
9	Gasparyan Gayane	Leader of Police-Deputy Head of Legal Defence Unit, Legal Security Department, Staff of the RA Government
10	Avetisyan Hrachya	Senior Consultant of Economic Department, RA National Security Service adjunct to RA Government
11	Vardanyan Sedrak	Deputy Head of the Staff, RA State Revenues Committee adjunct to RA Government
12	Hakobyan Edgar	Head of Unit of General issues, State Nuclear Safety Regulatory Committee adjunct to RA Government
13	Mnacakanyan Araik	Deputy Head-Chief Specialist of the Unit on Finances, Financial-economical Department, Staff of the RA Committee of Water Economy of the RA
14	Enokyan Gor	Head of the Supply Unit, Deputy Head of the Department on Material-technical issues, Staff of the RA Service of Armenia
15	Serajdaryan Hovhannes	Head of Economic Unit, Staff of RA Committee on the Regulation of Public Services
16	Mkrtchyan Hovik	Advisor to the Head of RA National TV and Radio Commission
17	Matevosyan Eduard	Chief Auditor, Council of Armenian Public TV and Radio Company
18	Khachatryan Lernik	Head of Financial-Economical Unit, Department of Financial and Social-economic issues, Staff of Ararat's Marzpetaran (Regional administration office)
19	Mkrtchyan Varazdat	Head of Financial and Social-Economical Development Department, Staff of Ararat's Marzpetaran (Regional administration office)
20	Tamaryan David	Coordinator for the procurement of goods and services, Leading Specialist of the Department on Financial and Social-Economic Development issues, Staff of Ararat's Marzpetaran (Regional administration office)
21	Mardyan Ashot	Head of Department on Financial and Social-Economic Development issues, Staff of Ararat's Marzpetaran (Regional administration office)
22	Hayrapetyan Razmik	Head of Department on Financial and Social-Economic Development issues, Staff of Ararat's Marzpetaran (Regional administration office)
23	Ordyan Rudik	Chief Specialist, Staff of the Head of Masis's urban community
24	Khloyan Ruben	Head of Financial-Economical Issues unit, Staff of the Head of Urban Community of Masis
25	Avagyan Avag	Deputy Head of the Unit on Finances, Staff of the Head of Urban Community of Masis
26	Hovhannisyan Arthur	Leading Specialist, Financial Unit, City administration of Alaverdi
27	Aghajanyan Susanna	Procurement Specialist, Staff of the Head of Urban Community of Abovyan
28	Poghosyan Lida	Chief Specialist-Financist, Urban community of Byureghavan

29	Chilingaryan Vardges	Deputy Mayor of Charentcavan
30	Antonyan Beniamin	Secretary of the Staff, Urban Community of Nor Hatcn
31	Avetisyan Lusine	Chief Specialist, Financial-Budgetary Unit, Staff of Kapan's community
32	Nikolayan Narine	First Level Specialist, Staff of Urban Community Kajaran
33	Hovhannisyan Harutyun	Head of the Financial-Economical and Revenue's Collection Unit, City Adminis
34	Harutyunyan Ashot	Head of Finances Unit, Staff of Yeghegnadzor's Community
35	Budaghyan Artem	Assistant of the Head of Urban Community Noyemberyan
36	Nazaryan Mane	Leading Specialist /Chief Accountant/ Staff of Urban Community of Ayrum
37	Karapetyan Liana	Chief Financist, Staff of Urban Community of Agarak's Head
38	Kharberdyan Karapet	Head of Finances Unit, Staff of Ethemiadzin's Mayor
39	Edvard Grigoryan	Advisor to the President of "Institute of Development of Legal Culture" NGO
40	Babayan Vahe	President of "Mehrabyan scientific-educational center" NGO
41	Aram Hovsepyan	Procurement Coordinator, City Administration of Vayk
42	Tadevosyan Rudik	Head of Procurement's Department, Staff of City Administration of Yerevan
43	Baghdasaryan Arthur	Procurement's Coordinator, Staff of RA MFA
44	Avetisyan Arthur	Head of the Unit on Coordination of Procurements and Economic Issues, Staff of Employment and Social Issues
45	Mikayelyan Narine	First Level Specialist, Unit on Coordination of Programs, Department on Govern of the RA Ministry for Sport and Youth Issues
46	Karapetyan Aida	Chief Specialist, Unit on Organization of Procurements, Staff of the RA State Co Estate Cadastre adjunct to RA Government
47	Koschecyan Hayk	First Level Specialist, Unit on Organization of Procurement Procedure and Econ Statistics Service
48	Mardoyan Roman	Chief Specialist, Unit on Economical Analysis and Formulation of Procurement of Material-Technical Maintainance, RA MD
49	Harutyunyan Samvel	Head of the Unit on Financial-Economical and Common Affairs, State Agency "I Implementation of Emergency Programs" within MTAES of Armenia
50	Khachatryan Gevorg	Head of Transport and Road Constructions Unit, Urban Development Departmen Marzpetaran (Regional Administration Office)
51	Hovhannisyan Arusyak	Deputy Head-Chief Specialist, Unit on Finances, Department on Financial-Econ State Committee of Water Economy of RA MTA
52	Hakobyan Rafik	Procurement Specialist, State Agency "Office for Implementation of Nature Prot
53	Galstyan Tigran	Head of the Unit on Financial-Economical Issues and Accounting, State Science
54	Tamrazyan Samvel	Chief Specialist, Department on Financial-Economical Issues, Staff of the RA M
55	Nersisyan Rudik	Head of the Unit on Road Construciton, Department of Urban Development, Sta Marzpetaran (Regional Administration Office)
56	Namalyan Armine	Procurement Coordinator, Staff of the RA Human Rights Defender
57	Khndzrecyan Khachatur	Head of Transport and Road Construction Unit, Department of Urban Developm Marzpetaran (Regional Administration Office)
58	Simonyan Hovsep	Deputy Head of the Department on Finances and Social-Economic Developmen Marzpetaran (Regional Administration Office)
59	Sargsyan Volodya	Head of Urban Development Department, Staff of Tavoush's Marzpetaran (Regi Office)
60	Manukyan Karine	Procurement Coordinator, Social Security State Service, RA MWSI

61	Safaryan Vardan	Leading Specialist, Financial-Accounting Unit, Staff of the State Migration Service
62	Nalbandyan Martik	Chief Specialist, Unit on Administration of Affairs, Staff of the State Service for Ministry of Agriculture
63	Aperyan Arthur	Leading Specialist, Unit on Financial-Budgetary issues, Department on Financial Accounting, Staff of the RA Ministry of Agriculture
64	Samvelyan Eranouhi	Chief Specialist, Department on Financial-Economical Issues, Staff of RA Central Bank
65	Mnacakanyan Hasmik	Chief Specialist, Unit on Economic Health, Department on Financial-Economic Issues, Ministry of Healthcare
66	Voskanyan Lusine	Deputy Head of the Legal Department, Staff of RA Ministry for Transport and Communications
67	Martirosyan Harutyun	Deputy Head of Department on Common Affairs, Staff of the RA Ministry of Culture and Sport
68	Ghazaryan Gurgen	Chief Specialist, Unit on Procurements and Construction, Department on Government Revenues Committee adjunct to the Government of the RA
69	Zakaryan Yuri	Head of the Unit on Procurements and Supply of the Staff of RA National Security Service
70	Grigoryan Gor	Judges Union of the Republic of Armenia
71	Grigoryan Aram	Association of Presidents of Condominiums
72	Hayrapetyan Gevorg	“Freedom of Information Center” NGO

Annex II. Monetary and quantitative characteristics of single-sourced acquisitions conditioned with some objective circumstances in 2014

MIRAV		Utilities		Post services		Communication		Gas		Press		Water		Electricity		Educ
Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd	Relative share	Billion Amd
0.1	0.1	0.1	0.1	1.5	0.9	0.4	0.2	0.2	0.1	0.3	0.2	0.7	0.4	0.3	0.2	8
Unit	Relative share	Unit	Relative share	Unit	Relative share	Unit	Relative share	Unit	Relative share	Unit	Relative share	Unit	Relative share	Unit	Relative share	Unit
119.0	1.0	113.0	1.0	137.0	1.2	271.0	2.4	54.0	0.5	271.0	2.4	91.0	0.8	72.0	0.6	419