

PwC Azerbaijan Times

Issue №8

Overview of this Issue:

- **Amendments to the law on State Duties**
- **Amendments to the Law on Accounting**



For any questions related to the information included herein, please contact

Aysel Suleymanova

Marketing & Communications Manager

aysel.suleymanova@az.pwc.com

PwC Azerbaijan

The Landmark Office Plaza III | 12th Floor
90A Nizami Street
AZ1010 Baku | Azerbaijan

Tel: +994 12 497 2515
Fax: +994 12 497 7411

www.pwc.com/az



© 2017 PwC. The material contained in this alert is provided for general information purposes only and does not contain a comprehensive analysis of each item described. No representation/warranty is given as to the accuracy or completeness of the information in the publication. Before taking (or not taking) any action, readers should seek professional advice specific to their situation. No liability is accepted for acts or omissions taken in reliance upon the contents of this alert.

Amendments to the law on State Duties

According to the amendments, state duties for the obtainment of licenses for indicated in the table below activities were increased effective **9 March 2017**:

Type of activity	Old duty amount (AZN)	New duty amount (AZN)
Wholesale of medicines	2,250	20,000
General educational establishments (including gymnasiums and lyceums)	2,000	10,000
Higher education institutions	2,750	13,750
Religious higher educational institutions	2,750	13,750
Cellular (mobile) communication services	5,500	1,000 000
IP-telephony	4,000	50,000
Nationwide television broadcasting	5,500	50,000

Amendments to the Law on Accounting

According to the amendments the preparation of financial statements by public entities stipulates that all public entities, except for those described below, prepare their financial statements in accordance with International Financial Reporting Standards.

Health care institutions, children's homes, care-giving institutions, open and closed-type special training and educational institutions, preschool institutions, general education schools, first vocational schools, secondary educational institutions, higher educational institutions, special education institutions and family education institutions established by the state and municipalities prepare their financial statements in the following order according to this Law:

- if the right for entrepreneurial activity is envisaged in the charters, financial statements for Commercial Organizations are prepared in accordance with the National Accounting Standards or

PwC Azerbaijan Times

Issue №8

International Financial Reporting Standards depending on their choice;

- if the right for entrepreneurial activity is not envisaged in the charters, financial statements for the government-funded organizations are prepared in accordance with the National Accounting Standards.

The new amendments also state that upon completion of report period the public entities should submit annual financial statements no later than 30 April of the next year and consolidated financial statements - no later than 30 June of the next year.

The public entities preparing consolidated financial statements as well as the public entities, whose financial statements are envisaged to be published by their charters and the public entities established by appropriate bodies of executive powers and those which receive subsidy, subvention, grant or funds for implementation of certain powers should put annual financial statements or consolidated financial statements together with audit opinion on their official website or publish in print newspaper. In this case their subsidiaries do not publish their financial statements.