



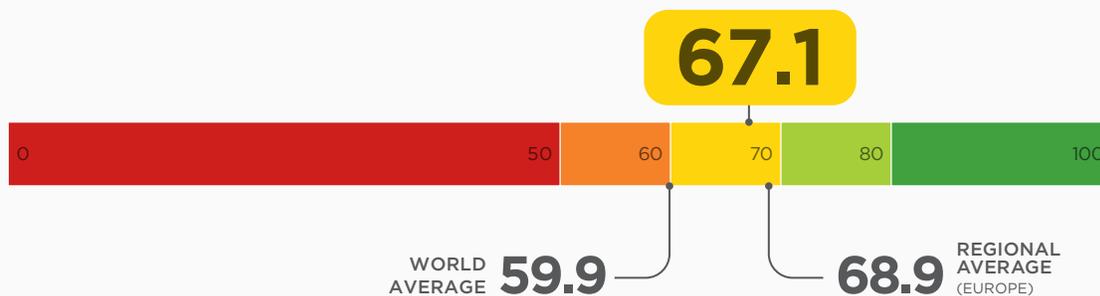
WORLD RANK:	REGIONAL RANK:
52	28
ECONOMIC FREEDOM STATUS: MODERATELY FREE	

ARMENIA

Armenia's economic freedom score is 67.1, making its economy the 52nd freest in the 2026 *Index of Economic Freedom*. Its rating has increased by 1.7 points from last year, and Armenia is ranked 28th out of 44 countries in the Europe region. The country's economic freedom score is higher than the world average and lower than the regional average. Armenia's economy is considered "moderately free" according to the 2026 *Index*.

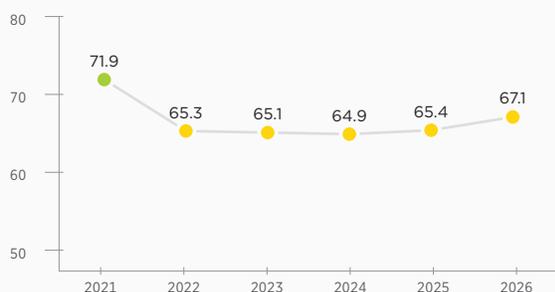
Armenia performs well in many of the four pillars of economic freedom. The overall regulatory framework remains efficient, and policies that support open markets are in place. The country's overall economic resilience and fiscal discipline have been noteworthy and reflect its ongoing transition toward a more competitive economy. Progress in rooting out corruption and improving judicial effectiveness, which would generate greater opportunities for more vibrant economic development and raise Armenia's attractiveness as an investment destination, is not fully institutionalized.

ECONOMIC FREEDOM SCORE



HISTORICAL INDEX SCORE CHANGE (SINCE 1996): +24.9

RECENT FREEDOM TREND



QUICK FACTS

POPULATION:
3.0 million

GDP (PPP):
\$69.3 billion
4.8% growth in 2025
3-year average growth rate: 6.3%
\$23,954 per capita

UNEMPLOYMENT:
13.4%

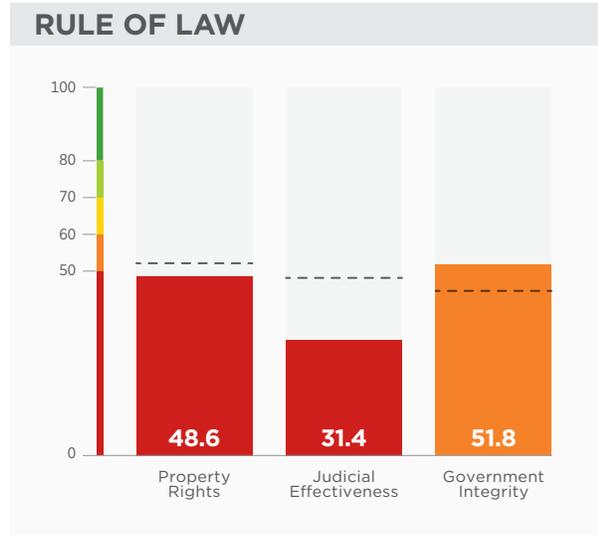
INFLATION (CPI):
0.4%

TRADE AS % OF GDP: 152.1%

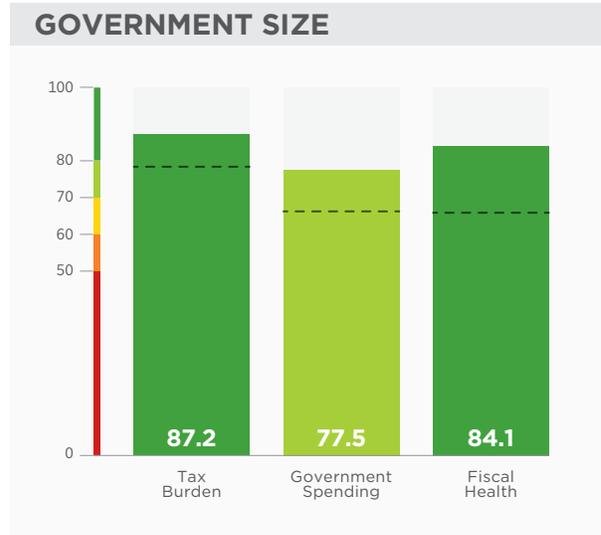
PUBLIC DEBT:
50.0% of GDP

2025 data unless otherwise noted. Data compiled as of January 2026.

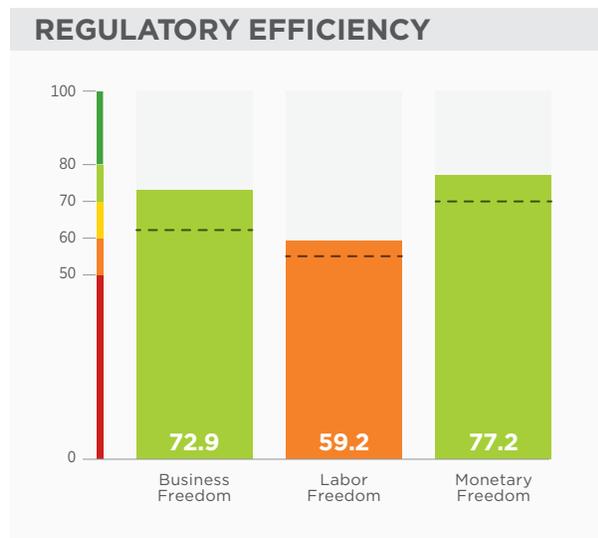
12 ECONOMIC FREEDOMS | ARMENIA



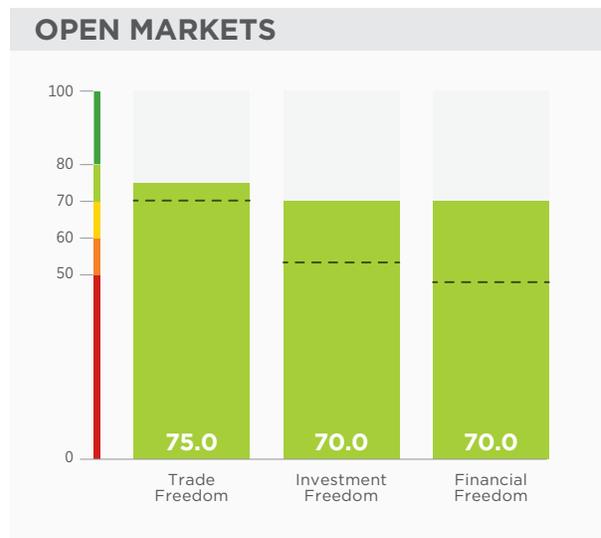
The overall rule of law is relatively weak in Armenia. The country's property rights score is below the world average; its judicial effectiveness score is below the world average; and its government integrity score is above the world average.



The top individual income tax rate is 20 percent, and the top corporate tax rate is 18 percent. The tax burden equals 23.8 percent of GDP. Three-year government spending and budget balance averages are, respectively, 27.4 percent and -2.6 percent of GDP. Public debt amounts to about 50 percent of GDP.



Armenia's overall regulatory environment is relatively well institutionalized but lacks efficiency. The country's business freedom score is far above the world average; its labor freedom score is above the world average; and its monetary freedom score is well above the world average.



The trade-weighted average tariff rate is 7.5 percent, and various nontariff measures are in force. Foreign investment in various sectors is welcome, and there are virtually no limits on foreign ownership of commercial enterprises, including in the banking and financial sectors. The financial sector has generally been resilient.