

# Flash Report

Ukraine • Issue 29/2011 • 23 June 2011

## *Maximum number of participants in LLCs is increased*

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## *Law on increasing the maximum number of participants in LLCs came into force*

On 11 June 2011 the Law on amendments to certain legislative acts ("the Law") establishing the increase of the maximum number of participants in a Ukrainian Limited Liability Company ("LLC") from 10 to 100 (see our Flash Report #19 of 25<sup>th</sup> May 2011) came into force.

Also, according to the Law, if the charter capital must be increased due to the conversion of an LLC into a Joint Stock Company ("JSC"), such increase should be completed within a period of five years.

It is mandatory for LLCs established before the Law came into effect to bring their charters (in the part of the maximum number of participants in LLCs) in compliance with requirements of the Law before 1 January 2012 (if, e.g. the charter specifically references that the maximum number of participants is limited to 10).

We will keep you informed about further developments in this matter.



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