Tax & Legal Alert

MOLDOVA • 2 March 2009

Adoption of the new Regulation on standard auction and mark down auction

The Government of the Republic of Moldova has adopted a new Regulation on standard auction and mark down auction (Government Decision # 136 dated 10 February 2009).

The Regulation establishes the procedure of organisation and performance of standard auctions and mark down auctions, the procedure of payment of the purchased asset's price, terms of payment, as well as the procedure of conveyance of the ownership title over that asset.

According to the new Regulation, the participation fee can not be less than the national minimum wage per month. There is no provision on the maximum limit of the participation fee.

The earnest amount increased from 2% (according to the earlier legislation) to 10% of the initial price for sale of the asset.

The Regulation also limits each auction step at standard auctions to not less than 10% and not more than 50% of the offered price.

The new Regulation entered in force on 24 February 2009. The earlier regulations on the standard auction and mark down auction were abolished on the same date.

[Source: Official Gazette of the Republic of Moldova no. 41-44 dated 24 February 2009]

For more information regarding the Regulation on standard auction and mark down auction please contact Andrian Candu or Mihaela Mitroi.

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