

Flash Report

Ukraine • Issue 13 /2010 • 17 May 2010

Improvement to the foreign investment regime: latest developments



Contacts:

Ron Barden

Partner & TLS Leader

E-mail: ron.j.barden@ua.pwc.com

Marc-Tell Madl

Legal Partner

E-mail: m.madl@ua.pwc.com

PricewaterhouseCoopers

75 Zhylyanska Street, Kyiv

Tel: +380 44 490 6777

Fax: +380 44 490 6738

www.pwc.com/ua

This flash report is produced by PricewaterhouseCoopers' tax and legal services department. The material contained in this alert is provided for general information purposes only and does not contain a comprehensive analysis of each item described. 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.

© 2010 Limited Liability Company PricewaterhouseCoopers. All rights reserved. "PricewaterhouseCoopers" refers to the Ukrainian firm of Limited Liability Company PricewaterhouseCoopers or, as the context requires, the network of member firms of PricewaterhouseCoopers International Limited, each of which is a separate and independent legal entity.

Improvement to the foreign investment regime: latest developments

Further to our Flash Report of 28 April 2010 # 12, the law on improving the foreign investment regime has now been signed by the President of Ukraine and will enter into force within 15 days.

Once the Law enters into force the following restrictions will be removed:

- Mandatory registration of foreign investments, including mandatory registration of foreign investments made in cash form with the National Bank of Ukraine;
- Requirement to make foreign investments in cash form in the national currency of Ukraine only and through special investment accounts opened with Ukrainian banks;
- Prohibition of early repayment of cross-border loans.