

Flash Report

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Proposed Tax Incentives for Euro 2012



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Proposed Tax Incentives for Euro 2012

We would like to inform you of the following tax incentives for Euro 2012 that are under consideration of the Ukrainian Parliament.

- I. Tickets for Euro 2012 games in Ukraine will be VAT exempt. Respective Law is approved by the Parliament and is awaiting for the President's signature.
- II. The following tax incentives are approved by the Parliament in the first reading:
 - Profits of 3, 4 and 5-star hotels are exempt from the corporate profits tax for a period of 10 years starting from January 1st 2011. This exemption applies to all hotels (including new and reconstructed ones) that opened before September 1st 2012 (draft law # 6309);
 - Temporary import regime (i.e. exemption from import duty and VAT) is available for building machinery and equipment for construction of Euro 2012 objects (draft law # 6411);
 - The Government will introduce the list of goods for preparation to and conducting of Euro 2012 import of which will be tax exempt until September 1st 2012 (draft law # 6411).

We will keep you informed on developments of these initiatives.