

Flash Report

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Pension Fund charge on purchase of foreign currency



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Pension Fund charge on purchase of foreign currency reintroduced

From 5 January 2011, Ukrainian banks started collecting a 0.5% pension fund charge on the purchase of foreign currency.

This is a result of the Law on 2011 State Budget not extending the exemption from this charge to 2011.

The National Bank of Ukraine is calling for the charge to be cancelled and has promised to submit relevant draft legislation.

Until this draft legislation is approved by the Parliament, it may be prudent to postpone cross-border payments in foreign currency.