

# Flash Report

Ukraine • Issue 21/2010 • 10 June 2010

## Deadline for VAT bonds application



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## Deadline for VAT bonds application

As per our earlier flash reports, in order to convert an eligible VAT refund into VAT bonds the taxpayer should submit an application to the local tax authorities by 25 June 2010.

Separately to the application process, the amount of eligible VAT refund per taxpayer should be included into the special register prepared by the tax authorities. Therefore, for companies that are contemplating converting their refund into bonds, it is important to ensure with the tax authorities that their VAT refund is included into this register.

Based on initial reactions from a number of local tax offices, we do not expect that the process will be straightforward. The authorities are likely to use a range of technicalities to reject requests. Such rejections can be challenged but timing is of the essence.

Taking into account that and as the deadline is fast approaching, we strongly recommend companies to start the process of applying for VAT bonds as soon as possible.

PwC Ukraine has developed substantial experience in assisting clients during this process.

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