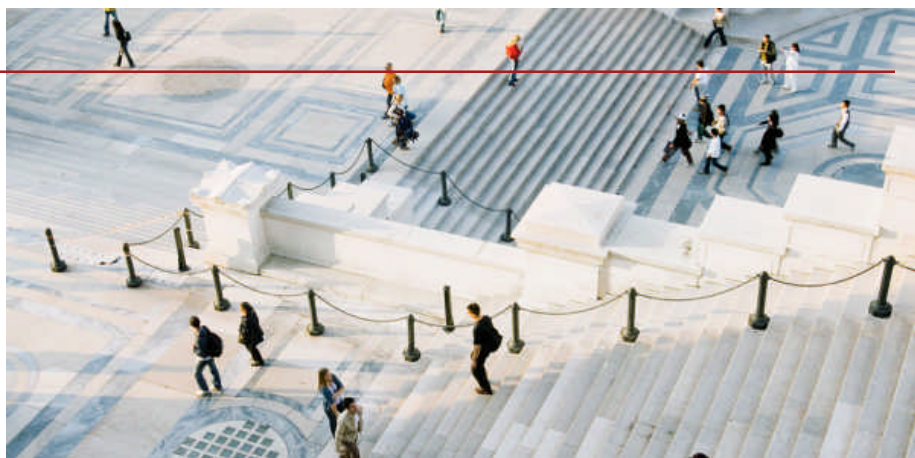


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Law reducing pressure on taxpayers is adopted



Contacts:

Camiel van der Meij

Partner & TLS Leader

camiel.van.der.meij@ua.pwc.com

Slava Vlasov

Partner, Tax and Legal Services

slava.vlasov@ua.pwc.com

Andrey Pronchenko

Legal Director, Tax and Legal Services

andrey.pronchenko@ua.pwc.com

PwC Ukraine

75 Zhylyanska Street, Kyiv, 01032

Tel: +380 44 354 04 04

Fax: +380 44 354 07 90

www.pwc.com/ua

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The Parliament of Ukraine adopted a law that reduces pressure on taxpayers

On 17 July 2015 the Parliament of Ukraine adopted the Law “On Amendments to the Tax Code of Ukraine Regarding Reducing Pressure On Taxpayers” (hereinafter – the “Law”*), which introduces the following principal changes:

- qualified taxpayers are exempt until 31 December 2016 from the payment of financial sanctions set by tax notifications-decisions if the tax assessment is not challenged and is paid within 10 calendar days after issuance. To qualify for this exemption, income and/or the volume of operations of a taxpayer for the previous reporting year should be less than UAH 20 mln.
- if a tax audit report did not result in an issuance of a tax assessment (or a tax assessment was cancelled), the tax authorities are not allowed to use conclusions made in the tax audit report as a ground to challenge a taxpayer's operation with its counterparties.
- if a taxpayer adjusts his tax reporting within a 90-day period after expiry of the deadline for the settlement of tax liability, late payment interest will not accrue. Late payment interest shall be calculated after expiry of the 90-day period from the statutory deadline for payment of the tax liability.

We will continue to monitor developments on this new law and provide you with updates.

* Law № 2004 dated 3 February 2015