

Flash Report

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Currency control restrictions continue



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The NBU has prolonged currency control restrictions

On 1 December 2014 the National Bank of Ukraine (the “NBU”) issued Resolution No. 758*, which comes into force today, 3 December 2014.

With this Resolution, the NBU has prolonged the effective currency restrictions for another 3 months (till 3 March 2015).

In particular, the following important currency control restrictions will continue to apply:

- 75% mandatory sale of all foreign currency proceeds.
- Limitations on purchase of hard currency by individuals (UAH 3,000 per day).
- A ban on the following transactions in foreign currency:
 - Payments under import and export transactions exceeding 90 calendar days.
 - Early repayment of loans, as well as the conclusion of supplements on the reduction of payment terms.
 - Most settlements based on previously issued individual licences of the NBU.
 - Offset of mutual claims under foreign trade agreements.
 - Remittance of funds to foreign investors due to:
 - a. proceeds from the sale of corporate rights (except shares),
 - b. the sale of Ukrainian securities outside the stock exchange (except state bonds),
 - c. **payment of dividends** (except from securities traded on the stock exchange).

We will keep you updated on further developments.

* Resolution of the NBU No. 758 dated 1 December 2014