

# Flash Report

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## ***Ukraine will join BEPS Action Plan to counter tax evasion***

### **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

#### **Olga Trifonova**

Director,

Transfer Pricing Group Leader,

Tax and Legal Services

olga.trifonova@ua.pwc.com

#### **Anna Nevmerzhytska**

Senior manager, International tax structuring services, Tax and Legal Services

anna.nevmerzhytska@ua.pwc.com

#### **PwC Ukraine**

75 Zhylyanska Street, Kyiv, 01032

Tel: +380 44 354 0404

Fax: +380 44 354 0790

**[www.pwc.com/ua](http://www.pwc.com/ua)**

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## ***On January 1, 2017 Ukraine will join BEPS Action Plan to counter tax evasion***

On November 22, 2016 the Ministry of Finance announced that Ukraine will join BEPS (Base Erosion and Profit Shifting) Action Plan starting with January 1, 2017.

Ukraine's joining BEPS means that the country is required to implement the minimum standard of the BEPS Action Plan that includes 4 actions:

1. Countering tax avoidance related to allocation of special taxation regimes;
2. Clamping down on the use of base and conduit companies to get the benefits of a particular Double Tax Treaty;
3. Disclosing information about the use of aggressive tax planning schemes;
4. Increasing effectiveness of dispute resolution tools in application of agreements to avoid double taxation between countries.

To put this Plan into effect Ukraine should amend its legislation taking into consideration the BEPS Action Plan.

We will continue to monitor the situation and keep you updated on this issue.