

Legal News

The National Bank of Ukraine extends currency restrictions

On 4 December 2015, the Board of the National Bank of Ukraine ("NBU") has adopted Resolution No. 863 ("Resolution") which will be effective from 5 December 2015 to 4 March 2016.

The Resolution extends the key temporary restrictions on foreign currency transactions, with certain minor amendments.

To remind, these key restrictions include, in particular:

- Shortened period for cross-border settlements (90 calendar days)
- Mandatory conversion into UAH of 75% of foreign currency proceeds, with very few exemptions
- Ban on early repayment of loans
- The NBU's "manual" control over payments in transactions of USD 50,000 and more
- Ban on purchasing/transferring foreign currency for divestment and payment of dividends, transactions based on the NBU's individual licenses in the amount exceeding USD 50,000 per month, etc.

The NBU may yet introduce changes into the Resolution, so we recommend monitoring the matter.

Contacts at EY Legal Practice:

Albert Sych
Law Leader in Ukraine
+380 (44) 499 2011
Albert.Sych@ua.ey.com

Ivan Mustanien
+380 (44) 499 3362
Ivan.Mustanien@ua.ey.com

Bogdan Malnev
+380 (44) 499 3356
Bogdan.Malnev@ua.ey.com

Andriy Moskalyk
+380 (44) 499 3386
Andriy.Moskalyk@ua.ey.com



Building a better
working world

EY | Assurance | Tax & Law | Transactions | Advisory

About EY

EY is a global leader in assurance, tax and law, transaction and advisory services. The insights and quality services we deliver help build trust and confidence in the capital markets and in economies the world over. We develop outstanding leaders who team to deliver on our promises to all of our stakeholders. In so doing, we play a critical role in building a better working world for our people, for our clients and for our communities.

EY works together with companies across the CIS and assists them in realizing their business goals. 4,800 professionals work at 20 CIS offices (in Moscow, St. Petersburg, Novosibirsk, Ekaterinburg, Kazan, Krasnodar, Togliatti, Vladivostok, Yuzhno-Sakhalinsk, Rostov-on-Don, Almaty, Astana, Atyrau, Bishkek, Baku, Kyiv, Tashkent, Tbilisi, Yerevan, and Minsk).

EY refers to the global organization, and may refer to one or more, of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. For more information about our organization, please visit ey.com.

This material has been prepared for general informational purposes only and is not intended to be relied upon as accounting, tax, legal, or other professional advice. Please refer to your advisors for specific advice.

© 2015 Ernst & Young LLC

All Rights Reserved.

