

December 29, 2015

Dear All,

This is to inform you that the Russian Government adopted the form and the rules for the submission of Reports on the movement of funds on foreign bank accounts/ deposits by individuals, Russian currency residents, to the tax authorities of Russian Federation (Decree no. 1365 dated December 12, 2015).

We would like to remind you that the obligation of Russian currency residents (the '**Residents**') to report to the Russian tax authorities on transfer of funds via their foreign bank accounts (deposits) arises as of January 01, 2015, further to the Federal Law no 173-FZ dated December 10, 2003, "On currency regulation and currency control".

The Report must be submitted by Residents to the Russian tax authority not later than June 01 of the year following the reporting year (for the transactions of the year 2015 – June 01, 2016).

The Report must contain general information about the Resident and the bank, cash balance of the account (deposit) as of the beginning and the end of the year, aggregated information regarding credits and debits on the account/deposit.

In case of joint ownership by several Residents of the foreign bank account (deposit) the Report must be submitted by each Resident.

The Resident is not obliged to file supporting documentation (e.g. bank statements and other documents) together with the Report. At the same time, the Russian tax authorities have the right to request such documents and the Resident must provide them within the time-frame provided in the request (minimum 7 business days). In this respect it is recommended to prepare the supporting documents beforehand in order to be ready for such potential request of the Russian tax authorities.

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For more information, please visit our web-site or contact directly Maxim Alekseyev, Senior Partner at malekseyev@alrud.com.

Kind regards,

ALRUD Law firm

Note: All information was obtained from publicly available sources. The author of this information letter assumes no liability for the consequences of decision-making based on such information.