

CORPORATE LAW



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On April 27, 2010 the Parliament of Ukraine adopted as a whole the long-awaited Law cancelling mandatory registration of foreign investments and lifting the ban on early repayment of cross-boarder credits and loans (the draft was registered under № 6122).

The said Law:

- 1) Cancels mandatory registration of foreign investments;
- 2) Lifts the ban on early repayment of credits and cross-boarder loans as well as the ban on similar amendments to contracts already concluded;
- 3) Cancels obligatory investment in Ukraine in the national currency of Ukraine through special investment accounts (now as before it will be possible to invest directly in foreign currency in case of direct investments).

Accordingly, the Law cancels all innovations negative for foreign investors, which came into force on November 24, 2009 as per Law «On Amendments to Certain Legislative Acts of Ukraine for Overcoming the Negative Consequences of the Financial Crisis».

To become effective the newly adopted law must be signed by the President and issued. Thereupon it will enter into force. In connection with the Law entering into force amendments to other sublegislative regulatory acts must be promptly adopted, e.g. acts of NBU regulating issues of foreign investment and the order and conditions of foreign currency trading.