

June 08, 2015

Dear Sir or Madam,

This is to remind you that starting from January 01, 2015 individuals, Russian currency residents (the '**Residents**'), are obliged to report to Russian tax authorities on transfer of funds via their foreign bank accounts (deposits).

As of June 03, 2015 the Draft order establishing the form of the Report on the foreign bank account (deposit) transactions and procedure of its filing (the '**Draft order**') was published for public discussion in the official web portal. You can find the Draft order under the following link:

<http://regulation.gov.ru/project/24539.html>

The Draft order sets that the Report should be filed 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 Residents may file the Reports personally, through an authorized representative, by post or via their personal web-office registered on the Federal Tax Service website.

The Report would include 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 cash movements.

Under the Draft order, the Resident is not obliged to file supporting documentation (e.g. bank statements and other documents) together with the Report. At the same time, Russian tax authorities have the right to request such documents and the Resident should provide them within 20 business days from the receipt of the request.

The Draft order is under the public discussion until June 18, 2015.

We will monitor the status of the Draft order and keep you updated on the progress.

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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.