

# Tax & Legal Weekly Alert

05 – 09 June 2017

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### **Romania becomes associate member of Plan BEPS – Base Erosion and Profit Shifting**

Romania becomes associate member of Plan BEPS – Base Erosion and Profit Shifting on the 9th of June when Law no 124/2017 comes into force. The main objective of BEPS is to prevent the use by companies of legislative mismatches from national tax systems in order to transfer profits to lower tax jurisdictions.

### **Conventions for avoidance of double taxation concluded by Romania will be amended**

Romania and other 67 countries signed the Multilateral Convention to Implement Tax Treaty Related Measures to Prevent BEPS (MLI) on the 7th of June. Romania has 91 conventions for avoidance of double taxation.

### **Upcoming Deloitte events**

**VAT in Practice** – Deloitte seminar, 14 – 15 June

More details and registration here

<https://www2.deloitte.com/ro/ro/pages/tax/events/TVA-in-practica-Cluj.html>

**Redefining your NPL strategy, from underwriting to NPL transactions** –

Deloitte seminar, 21 June 2017

### **Deloitte Tax & Legal in mass media**

Transfer pricing: The profile of the taxpayer aimed by the fiscal controls

## Romania becomes associate member of Plan BEPS – Base Erosion and Profit Shifting

Romania becomes associate member of Plan BEPS – Base Erosion and Profit Shifting on the 9th of June when Law no 124/2017 comes into force.

The main objective of BEPS is to prevent the use by companies of legislative mismatches from national tax systems in order to transfer profits to lower tax jurisdictions. Consequently Romania is expected to implement legislative changes on medium term, according to the recommendations of BEPS in the following areas: transfer pricing, double taxation conventions, exchange of information between fiscal authorities.

The new rules implemented according to BEPS might lead to the restructuring of the activities of multinational companies around the world, including Romania. The aim of BEPS measures is to ensure that MNEs report profits where economic activities are carried out and value is created.

## Conventions for avoidance of double taxation concluded by Romania will be amended

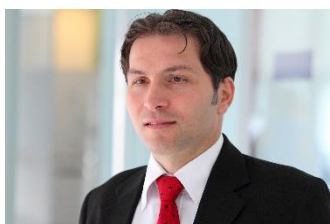
Romania and other 67 countries signed the Multilateral Convention to Implement Tax Treaty Related Measures to Prevent BEPS (MLI) on the 7th of June.

These states will swiftly implement a series of tax treaty measures to update the existing network of bilateral tax treaties and reduce opportunities for tax avoidance by multinational enterprises. The new convention will also strengthen provisions to resolve treaty disputes, thereby reducing double taxation and increasing tax certainty, according to OECD which initiated plan BEPS – Base Erosion and Profit Shifting.

MLI was developed through inclusive negotiations involving more than 100 countries and jurisdictions, under a mandate delivered by G20 Finance Ministers and Central Bank Governors. As a result of implementing MLI, 1,100 treaties around the world will be changed.

Romania has 91 conventions for avoidance of double taxation.

For further questions, please contact us.



**Dan Badin**  
Partner in Charge, Tax & Legal  
+40 21 207 5392  
[dbadin@deloitte.com](mailto:dbadin@deloitte.com)

## Upcoming Deloitte events

### **VAT in Practice – Deloitte seminar**

The seminar **VAT in practice**, organized on June 14&15, at Golden Tulip Hotel, will refer mainly to the practical aspects of VAT system, the approach of the fiscal authorities and tax inspections.

For details, please click the link below.

<https://www2.deloitte.com/ro/ro/pages/tax/events/TVA-in-practica-Cluj.html>

### **Redefining your NPL strategy, from underwriting to NPL transactions – Deloitte seminar**

The event, which will be held in English, will take place on 21 June, at Deloitte's premises.

### **Deloitte Tax & Legal in mass-media**

Transfer pricing: The profile of the taxpayer aimed by the fiscal controls, an article by Bogdan Barbu, senior manager Deloitte Romania

[http://www.hotnews.ro/stiri-specialisti\\_deloitte-21790845-preturi-transfer-incadrati-profilul-risc-contribuabilului-vizat-controlul-anaf.htm](http://www.hotnews.ro/stiri-specialisti_deloitte-21790845-preturi-transfer-incadrati-profilul-risc-contribuabilului-vizat-controlul-anaf.htm)



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