

Legislative Tracking



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Our daily Legislative Tracking is available at <http://www2.deloitte.com/ru/en/pages/tax/articles/legislative-tracking-2016.html>. These reviews are prepared solely to inform readers, and the application of any information contained in such reviews to specific situations should be determined by the respective circumstances.

29 January 2016

Official Website of the Russian State Duma

[http://asozd2.duma.gov.ru/main.nsf/\(Spravka\)?OpenAgent&RN=953192-6&02](http://asozd2.duma.gov.ru/main.nsf/(Spravka)?OpenAgent&RN=953192-6&02)

Amendments to CFC taxation rules approved in the third reading

The Russian State Duma has approved in the third reading draft federal law No. 953192-6, which amends the part of the tax code that governs the concept of controlled foreign companies and income of foreign organizations. The draft law introduces significant amendments to the CFC taxation rules (see details in our LT in Focus of [29 January 2016](#)).

The draft law is expected to be reviewed by the Federation Council, the upper house of Russia's parliament, on 10 February 2016.

<http://asozd2.duma.gov.ru/main.nsf/%28SpravkaNew%29?OpenAgent&RN=888029-6&02>

Changes to currency legislation governing repatriation of monetary funds under loan agreements approved in the first reading

The Russian State Duma has approved in the first reading draft law No. 888029-6, which amends the federal law on currency regulation and currency control and art. 15.25 of the Russian Code of Administrative Offenses, which relates to penalties for violating currency regulations. The draft law suggests requiring residents to repatriate funds to authorized banks from non-tax residents payable under loan agreements, and introduces administrative responsibility for failure to do so (for more details, see our LT of [28 September 2015](#) and LT in Focus of [30 September 2015](#)). The draft law is open for review and corrections for the next 30 days.

[http://asozd2.duma.gov.ru/main.nsf/\(Spravka\)?OpenAgent&RN=941995-6&02](http://asozd2.duma.gov.ru/main.nsf/(Spravka)?OpenAgent&RN=941995-6&02)

Limitations on providing state support to foreign legal entities approved in the third reading

The State Duma has approved in the third reading draft law No. 941995-6, which amends the Russian Budget Code. The law introduces the following changes:

- Introduction of a ban on converting subsidies obtained by legal entities into foreign currency (except for conversions performed to procure /

deliver high-tech import equipment, raw materials and components, and other transactions related to the fulfillment of the subsidies' objectives);

- Introduction of a ban on extending state (municipal) support in the form of subsidies and budget investments to foreign legal entities, including offshore companies and Russian legal entities that have more than a 50% total share of offshore companies in their registered (share) capital;
- Introduction of a ban on providing state and municipal guarantees (excluding state guarantees for exporting industrial products) on the obligations of foreign legal entities, including offshore companies and including obligations in relation to which foreign entities are beneficiary owners.

The draft law is expected to be reviewed by the Federation Council on 10 February 2016.

31 January 2016

Official e-Portal of Legal Information

<http://publication.pravo.gov.ru/Document/View/0001201601310011>

New DTA between Russia and China ratified

Federal law of No 6-FZ of 31 January 2016 ratifies the [Double Taxation Agreement](#) between the government of Russia and the government of the People's Republic of China and related protocols. See details in our LT in Focus of [28 January 2016](#), which compares the DTA with China to the DTA with Hong Kong.

29 January 2016

Official Website of the Central Bank of Russia

http://www.cbr.ru/press/pr.aspx?file=29012016_133000keyrate2016-01-29T13_01_16.htm

Key interest rate maintained by the Central Bank of Russia

In its communication of 29 January 2016, the Bank of Russia states that it is holding the key rate at 11%.

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