

[translation from Ukrainian into English]

[extract from the Unified Automated System of Verkhovna Rada of Ukraine]

The draft law is made by the people's' deputies of Ukraine

Natalukha D.A. and others

LAW OF UKRAINE

On Amending the Law of Ukraine “On the basic principles of the compulsory seizure of property of the Russian Federation and its residents in Ukraine” in respect of updating individual provisions

The Verkhovna Rada of Ukraine resolves:

1. In respect of the Law of Ukraine "On the basic principles of the compulsory seizure of property of the Russian Federation and its residents in Ukraine" No. 2116-IX dated 3 March 2022:

1) to amend the third paragraph in part one of Article 1:

adding seven new paragraphs as follows:

"residents include:

individuals – nationals of the Russian Federation, and persons who are not nationals of the Russian Federation, but have the closest connection with the Russian Federation, in particular reside or carry out main activities;

legal entities (branches, representative offices thereof) that carry out their activities in accordance with the laws of Ukraine on the territory of Ukraine:

of which the Russian Federation is direct or indirect founder (participant, shareholder) or beneficiary; and / or

in which the Russian Federation directly or indirectly owns a share in the authorized (share) capital, shares, equity participation, other membership (participation in any form) in a legal entity; or

in which legal entities, of which the Russian Federation is **direct or indirect** founder (participant, shareholder) or beneficiary, **own** a share in the authorized (share) capital, shares, equity participation, other participatory interests (participation in any form) in the legal entity.

In accordance with this Law, under decision of the National Security and Defense Council of Ukraine or court, individuals or legal entities (regardless of nationality, place of residence, location, main activities, etc.) who publicly deny or support military aggression by the Russia Federation against Ukraine, support establishment and approval of the temporary occupation of part of the territory of Ukraine, and who failed to stop or cease their economic (including economic) activities in the Russian Federation during the martial law in Ukraine, imposed due to the military aggression by the Russia Federation against Ukraine, may be treated as residents”.

Therefore, the fourth and fifth paragraphs shall be considered the tenth and eleventh paragraphs, respectively;

to replace in the tenth paragraph the words “in favour of the state of Ukraine on the basis of” by the words **“and / or on account of future reparations in favour of the state of Ukraine, which has been the target of Russia’s aggression, on the basis of”;**

2) to replace in part one of Article 2 the words “and is based on” by the words **"and / or on account of future reparations in favour of the state of Ukraine, which has been the target of Russia’s aggression, and is based on.”**

2. This Law shall enter into force on the day following the day of the publication thereof.

Chairman of the Verkhovna Rada of Ukraine