



MESSAGE FROM TRINITY

Dear clients and partners,

We are happy to welcome you to the first edition of our corporate newsletter "**News You Can Use**", which we will distribute quarterly. Our purpose is to briefly inform you about recent developments in various aspects of corporate management, accounting practice and general business compliance.

We know you are all busy and focused on many things, but we hope you get some benefit from this, in particular if it makes you think: "How will this affect my business?"

Enjoy the newsletter!

Trinity

ACCOUNTING UPDATE

New Legislation

1. As of 1st January 2010, **Pension fund social contributions** are reduced by 2%.
2. Recent amendments to the **VAT Act** have extended the period for deduction of input VAT (dated after October 1, 2009), from 3 months to 12 months. Therefore older invoices may be reclaimed, if not already done so.

LEGAL UPDATE

New Legislation

At the end of 2009 and beginning of 2010 amendments were approved in certain **health and safety legal requirements**. Please contact your health and safety service provider to ensure compliance.

DEADLINES

31st March 2010 is the deadline to declare an e-mail correspondence address to the National Revenue Agency.

31st December 2010 is the deadline for re-registration of all companies in the new electronic Trade Register.

TRINITY NEWS

THINGS TO CONSIDER: CYPRIOT LEGAL STRUCTURES

Cypriot structures are still one of the most effective ways to structure your Bulgarian investment. They offer a tax efficient foundation to direct investment via a well-regulated environment, which provides a high level of confidentiality and anonymity.

Food for thought:

"I do not look to jump over seven-foot bars: I look around for one-foot bars that I can step over"

Warren Buffett

Many investors choose a simple structure whereby a Cypriot Holding Company fully owns the shares in a Bulgarian subsidiary. Disposal of the shares is done by selling the shares of the Cypriot Holding Company.

This is a commonly used vehicle for business in Bulgaria.

Please contact Trinity for more details.

FUN SPOT



Thanks for reading! If you'd like to let us know what you think about this newsletter, please get in touch with us at sofia@trinitycs.com.