
SHORT NEWS

BEITEN BURKHARDT organized a business breakfast jointly with German Centre Moscow on the topic "Debt restructuring rules in Russia. Focus: how to protect creditors' rights"

Moscow, 4 December 2019 – A business breakfast was held in German Centre in Moscow on 4 December 2019, where **Alexander Bezborodov, Anna Lesova, Natalia Bogdanova** and **Egor Repin** (from BEITEN BURKHARDT) spoke for 35 participants on the topic "Debt restructuring rules in Russia. Focus: how to protect creditors' rights".

The speakers focused on the following relevant issues:

1. Legal consequences of the existence of a debt under the law of the Russian Federation

- Right to suspend the performance of obligations arising from an agreement
- Right to terminate an agreement in court or without recourse to the courts
- Right to pay contractual penalties
- Reimbursement of damages
- Tax consequences for the creditor

2. Debt restructuring methods

- Agreement on new payment terms and conditions
- Settlement agreement
- Payment from a third party
- Security: suretyship, pledge, independent guarantee
- Amicable agreement in court proceedings

3. Debt restructuring inside a corporate group – tax aspects

- Specifics of debt restructuring inside a corporate group
- Debt restructuring inside international groups

4. Insolvency of a debtor

- Legal consequences of the commencement of bankruptcy proceedings

- Inclusion of claims in the creditor claims' register
- Monetary claims and non-monetary claims
- Transformation of non-monetary claims into monetary claims
- Register claims and current claims

5. Consequences of the commencement of bankruptcy proceedings for debt restructuring transactions

- Grounds and legal consequences of challenges of transactions in the event of a debtor's insolvency
- Tax consequences for the creditor

The event was followed by a lively discussion, with the speakers answering questions of interest to the guests.

