



## ***Introduction of EURO in Slovakia - Summary***

In connection with the introduction of EURO we would like to remind you:

Dual display is obligatory from 24 August 2008 until 31 December 2009. Only the total amount on the invoices must be displayed in both currencies (only invoices issued to individuals). The dual display of pricing is obligatory everywhere, where a final consumer is presented with a figure, price or value in domestic currency.

There will be a 16-day dual currency regime from 1 January 2009 until 16 January 2009, during which payments by customers will be allowed in both EURO and SKK.

The EURO will become the only official mean of payment from 17 January 2009.

Companies with calendar year are obliged to prepare the financial statements and annual report as at 31 December 2008 in SKK.

Companies with fiscal year are obliged to prepare interim financial statements as at 31 December 2008 in SKK in the extent of ordinary financial statements. After 1 January 2009 ordinary financial statements and annual reports will be prepared in EURO.

Closing of books for 2008 and preparation of financial statements as at 31 December 2008 should be performed in SKK only. If, during the closing procedures in 2009, any circumstances are found that should be booked additionally into the 2008 accounting period, such entries will be booked in SKK.

As at 1 January 2009, all assets and liabilities expressed in SKK should be converted to EURO at the conversion rate. Share capital, assets and liabilities, shares, bonds, derivatives, securities and cash (including related provisions), which were expressed in the books in foreign currency also before 1 January 2009, should be converted to EURO using the relevant exchange rate valid for accounting purposes according to the current rules.

The 2008 corporate tax return should be prepared in SKK. The declared tax liability is to be converted by conversion rate and paid in EURO.

While rounding the calculated values of assets, liabilities, expenditures and revenues, a value under 0,005 EURO will be rounded down to the next Eurocent and a value of 0,005 EURO or higher will be rounded up to the next Eurocent.

Applications for tax bonus payment for the tax periods ended until 31 December 2008 will be filled in SKK.

All expenses for EURO conversion are tax deductible.

Turnover for VAT registration from 2009 is set to 35,000 EURO.

The tax advances payable until 31 March 2009 based on the 2007 tax liability should be converted to EURO according to the conversion rate, rounded down to the next Eurocent.