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## *PwC Legal Vietnam NewsBrief*

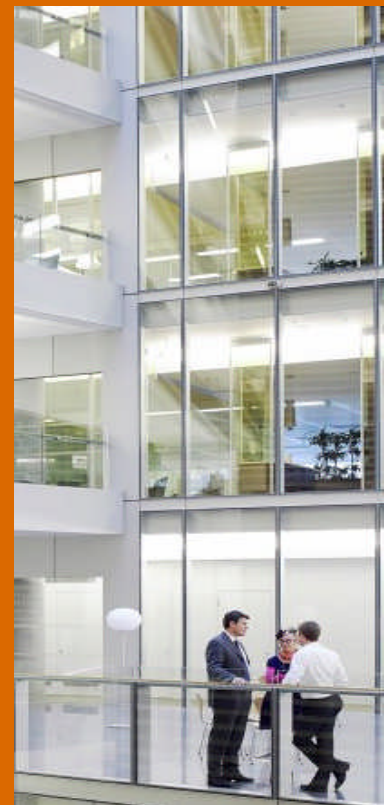
# *Administrative penalties for violations in investment activities*

The Government has issued Decree No. 50/2016/ND-CP dated 1 June on administrative penalties for violations of the rules on investment activities. Decree 50 takes effect on 15 July and replaces Decree No. 155/2013/ND-CP.

Some notable matters in Decree 50 include:

- To be in line with the 2014 Law on Investment and Law on Enterprises, Decree 50 introduces some violations which are subject to administrative penalties such as failure to register an investment (in the form of share purchase or capital transfer), failure to comply with investment restrictions; failure to register additional legal representative(s) or failure to obtain an establishment licence for an operating office of a foreign party in a business cooperation contract and so on;
- The penalties for various violations have been increased (e.g. failure to register changes in business registration details is subject to VND15 million penalty instead of VND5,000,000 as stated in Decree 155).

Please liaise your regular contacts at PwC Legal if you have any questions on the above.



*This publication has been prepared for general guidance on matters of interest only, and does not constitute professional advice. For further information, please contact: Phan Thi Thuy Duong (PwC Legal HCMC) at phone (84-8) 38230796 ext. 1508, email: [phan.thi.thuy.duong@vn.pwc.com](mailto:phan.thi.thuy.duong@vn.pwc.com) or Veera Mäenpää (PwC Legal HCMC) at phone (84-8) 38230796 ext. 1517, email: [veera.maenpaa@vn.pwc.com](mailto:veera.maenpaa@vn.pwc.com), or contact Le Anh Tuan (PwC Legal Hanoi) at phone (84-4) 39462246 ext. 1504, email: [tuan.le.anh@vn.pwc.com](mailto:tuan.le.anh@vn.pwc.com).*