

Dear Client,

We contact with you to inform about the submission of the **YEARLY INFORMATIVE DECLARATION ABOUT PERSONAL ASSETS, PROPERTY GOODS AND RIGHTS LOCATED ABROAD**, called as form 720. The deadline to submit this DECLARATION (do not confuse as a new Tax) for the year 2020 is **between the 1st of January until the 31st March 2021**.

Who are liable to the submission of the declaration?

- The individuals and legal entities resident in Spanish territory, the permanent establishments in the above mentioned territory or not resident entities and the entities to which one recounts the article 35.4 of the LGT - inheritances, communities of goods and others ... **THAT HAVING SUBMITTED THE INFORMATIVE ANNUAL DECLARATION ABOUT PERSONAL ASSETS, PROPERTY GOODS AND RIGHTS LOCATED ABROAD, form 720, CORRESPONDING TO THE TAX YEAR 2012 and/or the next years**, there has suffered in at least one of the three blocks that compose the declaration, an **increase of the joint balances of the block, in more than 20.000 €** comparing to the last declaration submitted, or if a bank account has been cancelled.

In any case, **the submission of the declaration will be obligatory** for those already declared goods and with regard to which the contributor loss the condition that determined the obligation to declare.

- The individuals and legal entities resident in Spanish territory, the permanent establishments in the above mentioned territory or not resident entities and the entities to which one recounts the article 35.4 of the LGT - inheritances, communities of goods and others ... **THAT IN 2020 ACQUIRED THE OBLIGATION TO THE SUBMISSION OF THE INFORMATIVE ANNUAL DECLARATION ABOUT PERSONAL ASSETS, PROPERTY GOODS AND RIGHTS LOCATED ABROAD, form 720**, due to the fact that **the set of the goods and rights of each one of three blocks** of goods that compose the declaration individually considered **exceed 50.000 Euros**. To calculate the mentioned limit it is necessary to bear in mind the worldwide valuation of the goods independently of the degree of participation of each tax liable.

In case of fulfilling one of the two previous paragraphs, you will have to provide to the Tax authorities, except in certain suppositions or exonerations, the following information:

- a) **Information about all the accounts located in a foreign country** opened in financial institutions, as a holder, beneficiary, as authorized or any other kind of empowered dispositions.

Limit beyond which there exist obligation to declare: If the value of the average balances or at 31st December 2020 has increased in more than 20.000 Euros or has exceed the quantity of 50.000,00 Euros.

- b) **Information about securities or rights representing participation in the capital or your own funds** in any foreign legal entities, including the examples: shares, securities, life insurance policy, annuity income, income from loans, real estate and rights, etc

Limit beyond which there exist obligation to declare: If the value at 31st December 2020 has increased in more than 20.000 Euros or has exceeded the quantity of 50.000,00 Euros.

- c) **Information concerning real estates and properties over the ownership** and rights located abroad.

Limit beyond which there exist obligation to declare: If the acquisition value of the property has increased in more than 20.000 Euros or is above 50.000,00 Euros.

On the other hand, we would like to remind you that there exists the obligation of submission of **THE INFORMATIVE ANNUAL DECLARATION ABOUT ASSETS AND RIGHTS LOCATED ABROAD, form 720, and that the declarations that it was corresponding to have been realized the previous year, would be now out of date. It is important to know, that the sanction that would be imposed for it, would be minor that if the Tax Authorities requires you for its submission.**

By other side, the consequences of not providing the information requested and for not submitting the form having one of the three obligations, will be considered a law infringement with **sanctions and penalties**. The minimum fine will be from 10.000€

In addition of this, it is established a proportional pecuniary sanction of the 150% of the quote for **regularize** a non justified capital gains, caused by the non-fulfillment obligation to inform about assets and rights abroad.

If you have obligation to submit this declaration form, you can start collecting the information and ask us for an appointment and we shall be pleased to assist you.

Yours sincerely,
ORTIN GARCIA GLOBAL CONSULTING S.L.