

Update of the legal supervision of foreign companies with business activities in Argentina

On the date hereof, the General Resolution No. 06/2018 (“**GR 06/2018**”) enacted by the Public Registry of the Autonomous City of Buenos Aires (“**PR**”) became enforceable.

The GR 06/2018 amends and simplifies the requirements for the registration before the PR of foreign companies, either for establishing a permanent establishment or a branch, in accordance to Section 118 of the Argentine General Companies Law No. 19,550 (hereinafter, the “**AGCL**”), or for participating as shareholding in local companies in accordance with Section 123 AGCL. **In such sense, companies incorporated outside Argentina are no longer required to prove that their main business activity is developed outside Argentina. Moreover, the GR 06/2018 also eliminated the so-called Annual Informative Regime, by which foreign companies were required to annually identify their main assets or branches held outside Argentina, in order to prove that their main business activities were developed outside Argentina.**

The GR 06/2018 also enables attorneys-in-fact to exercise the legal representation of foreign companies registered before the PR. In such sense, such attorneys-in-fact may be appointed either by resolution of the foreign companies or by the legal representative appointed in Argentina.

Finally, the GR 06/2018 suppresses the PR’s regulations related to the so-called “isolated acts”; regulates the registration before the PR of foreign companies incorporated under non-cooperative jurisdictions; and introduces amendments to the procedures for liquidation and dissolution of foreign companies in accordance to Sections 118 and 123 of the AGCL.

Do not hesitate to contact our Corporate Governance team if you need further clarifications:

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