

1

Legal Grounds

Circular n. 3689, as of December 16, 2013, of the Central Bank of Brazil (BACEN).

2

Who must present it

- ↪ **once a year** - all companies with assets or net equity less than R\$ 250,000,000 that are registered in the Foreign Direct Investment module (IED) of the Electronic Declaratory Registry (RDE) of the Central Bank of Brazil;
- ↪ **quarterly** - companies receiving foreign direct investment with assets or net equity **equal to or greater** than R\$ 250,000,000 must submit 4 economic-financial statements per year (one each quarter), observing the calendar described below.

3

Deadline

- ↪ **once a year** - base-date December 31st, 2019, must be provided from **January 1st, 2021 to March 31st, 2021**;
- ↪ **quarterly**
 - base-date December 31st, 2020, must be provided until **March 31st, 2021**,
 - base-date March 31st, 2021, must be provided until **June 30th, 2021**,
 - base-date June 30th, 2021, must be provided until **September 30th, 2021**, and
 - base-date September 30th, 2021, must be provided until **December 31st, 2021**.

4

Penalties (Circular BCB n. 3857, as of 14/11/2017)

Failure to update the net equity, as well as its late submission and the provision of incorrect, incomplete, or false information, will give rise to the imposition of fines by the Central Bank of Brazil and even suspension of the company's registration with this agency.

For more information, please contact:

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