



MEMORANDUM TO CLIENTS AND FRIENDS

January 16, 2007

PR Treasury Issues Regulations for the Puerto Rico Sales and Use Tax in English

The Puerto Rico Treasury Department has recently issued an English translation of the regulations ("Regulation 7249") for the new Puerto Rico Sales and Use Tax ("IVU" for its acronym in Spanish). Regulation 7249 was originally issued in Spanish on November 14, 2006, and it repealed prior IVU Regulations 7201 and 7230.

The English version of Regulation 7249 may be found at the PR Treasury's website at:

<http://www.hacienda.gobierno.pr/pdf/reglamentos/REG-7249-INGLES.pdf>

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If you have any questions or comments, or wish additional information regarding the matters discussed in this memorandum, please contact any of the attorneys listed below, all members of our Tax Practice Group:

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