

December 30, 2010 www.mcvpr.com**TAX ALERT*****Puerto Rico Treasury Department Issues Final Act 154 Regulations***

After receiving comments to the proposed regulations interpreting the Source of Income Rule and Excise Tax provisions introduced by Act 154 of October 25, 2010 ("Act 154"), on December 29, 2010, the Puerto Rico Treasury Department issued the final Source of Income Rule and Excise Tax regulations as Regulation 7971 and Regulation 7970, respectively ("Regulations"). The Regulations will apply to transactions that take place after December 31, 2010.

Follow our links to [Regulation 7971](#) and [Regulation 7970](#). Also, see our McV Alerts of [October 25, 2010](#) and [November 10, 2010](#) on Act 154.

If you have any questions or would like our assistance, you may contact any of the following members of our Tax and Tax Exemption groups:

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