

**VIRGIN ISLANDS**



**BY THE GOVERNOR**

**THE RUSSIA (SANCTIONS) (OVERSEAS TERRITORIES) ORDER, 2020  
(AS AMENDED) AND THE REPUBLIC OF BELARUS (SANCTIONS) (OVERSEAS TERRITORIES)  
ORDER, 2020**

**GENERAL LICENCE [No.03], 2023  
(payment of reasonable professional legal fees and expenses)**

***Authority to grant Relevant sanctions Licence***

1. This Licence is granted under regulation 64 of The Russia (Sanctions) (EU Exit) Regulations 2019 (as amended) as modified by paragraph 38 of The Russia (Sanctions) (Overseas Territories) Order, 2020 (as amended) and regulation 34 of the Republic of Belarus (Sanctions) (EU Exit) Regulations 2019 as modified by paragraph 19 of the Republic of Belarus (Sanctions) (Overseas Territories) Order 2020.
2. The prohibitions in regulations 11-15 of The Russia (Sanctions) (EU Exit) Regulations 2019 (as amended) shall not apply to any act necessary to give effect to this Licence.

***Definitions***

3. In this Licence including Parts A and B:

"Date of Issue"	Means the date herein endorsed by the Governor.
"Designated Person" means	means any individual or body of persons (corporate or unincorporate) designated under regulation 5 of The Russia (Sanctions) (EU Exit) Regulations 2019 (as amended) or the Republic of Belarus (Sanctions) (EU Exit) Regulations 2019 and/ or any individual or body of persons (corporate or unincorporate) owned or controlled by that designated person as determined under the criteria set out in the Russia Regulations or the Belarus Regulations (in particular regulation 7 of and Schedule 1 to each of those Regulations).
"Economic Resources" means	assets of every kind, whether tangible or intangible, movable or immovable, which are not funds but can be used to obtain funds, goods or services.

<p><b>“Expenses” means</b></p>	<p>charges and disbursements associated with the provision of legal services including but not limited to court filing, photocopying, printing, courier, transcript, translation, fees for expert witnesses, subsistence expenses, legal searches, bank transaction fees administrative fees necessary for the provision of legal services and travel costs for legal practitioners.</p>
<p><b>“Funds” means</b></p>	<p>Financial assets and benefits of every kind, including (but not limited to)—</p> <ul style="list-style-type: none"> <li>(a) cash, cheques, claims on money, drafts, money orders and other payment instruments;</li> <li>(b) deposits, balances on accounts, debts and debt obligations;</li> <li>(c) publicly and privately traded securities and debt instruments, including stocks and shares, certificates representing securities, bonds, notes, warrants, debentures and derivative products;</li> <li>(d) interest, dividends and other income on or value accruing from or generated by assets;</li> <li>(e) credit, rights of set-off, guarantees, performance bonds and other Relevant commitments;</li> <li>(f) letters of credit, bills of lading and bills of sale; (g) documents providing evidence of an interest in funds or Relevant resources; (h) any other instrument of export financing.</li> </ul>
<p><b>“Legal Practitioner” means</b></p>	<p>a person qualified and admitted to practice law under the laws of the Virgin Islands and includes a firm of legal practitioners that hold a Trade Licence under the Business Professions and Trade Licence Act (Cap 200) (as amended) and operating in the Virgin Islands.</p>
<p><b>“Legal Services” means</b></p>	<p>any legal work performed by a Legal Practitioner and provided to or for the benefit of a Designated Person.</p>
<p><b>“Professional Legal Fees” means</b></p>	<p>fees for legal services performed by a legal practitioner.</p>

"Relevant Institution" means	a person licenced under the Banks and Trust Companies Act 1990 (as amended) to carry on banking business.
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**Licence**

4. Under this Licence:
  - 4.1 Provided that the conditions in either Part A or Part B of this Licence are satisfied, a Legal Practitioner or Relevant Institution may:
    - 4.1.1. Receive payments from a Designated Person for Legal Services;
    - 4.1.2. Make payments for or on behalf of a Designated Person;
    - 4.1.3. Make payments for the benefit of a Designated Person;
    - 4.1.4. Process payments of which relate to a Designated Person; and
    - 4.1.5. Perform any act reasonably necessary to give effect to 4.1.1.-4.1.4.

**Authorisation**

5. The Governor in the exercise of the powers conferred under The Russia (Sanctions) (Overseas Territories) Order, 2020 (as amended) and The Republic of Belarus (sanctions)(Overseas Territories) Order 2020 with the consent of the Secretary of State, hereby authorises any Legal Practitioner and Relevant Institution to perform the activities outlined in paragraph 4.1.1-4.1.4 herein.
6. This Licence does not authorise any dealing with Funds and Economic Resources for or on behalf of the Designated Person which occurred prior to the date of its issuance, except that this Licence does permit any Legal Practitioner to receive Funds for the payment of Professional Legal Fees and Expenses which are accrued and owing in accordance with an obligation entered into with the Designated Person or on behalf of the Designated Person prior to the date of this Licence.
7. This Licence does not authorise any acts which the Legal Practitioner and Relevant Institution knows or has reasonable grounds for suspecting, will result in Funds and or Economic Resources being made available to and or for the benefit of the Designated Person in breach of The Russia (Sanctions) (EU Exit) Regulations 2019 (as amended), The Russia (Sanctions) (Overseas Territories) Order, 2020 (as amended), The Republic of Belarus (Sanctions)(EU Exit) Regulations 2019 and The Republic of Belarus (sanctions)(Overseas Territories) Order 2020, save as permitted under this Licence.
8. This Licence does not authorise any act which results in a breach of The Russia (Sanctions) (EU Exit) Regulations 2019 (as amended), The Russia (Sanctions) (Overseas Territories) Order, 2020 (as amended), The Republic of Belarus (Sanctions) (EU Exit) Regulations 2019, The Republic of Belarus (sanctions) (Overseas Territories) Order 2020 or any other regulations made under the United

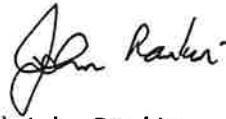
Kingdom Sanctions and Anti-Money Laundering Act, 2018, save as permitted under this Licence.

9. It is the responsibility of any person or persons using this Licence to ensure that the activities undertaken fall within the terms of this Licence, and that the parties comply with the conditions of this Licence in full. In the event that the conditions of this Licence are not complied with in full, it will not apply to permit activities taken in breach of relevant sanctions and a criminal or monetary penalty may be imposed.

***Duration of Licence***

10. This Licence takes effect from the Date of Issue and shall remain in effect for a period of six months unless revoked by the Governor.
11. The Governor may vary, suspend or revoke this Licence by at any time. Any such variation, suspension or revocation shall be published online on the Virgin Islands Official Gazette and on the official website of the Financial Services Commission.

Signed this [ 13<sup>th</sup> ] day of [ April ], 2023



(Sgd.) John Rankin,

**His Excellency, The Governor**

**PART A- LEGAL SERVICES BASED ON A PRIOR OBLIGATION**

**CONDITIONS FOR USE OF THIS LICENCE- NOTE THAT ALL OF THE BELOW CONDITIONS MUST BE SATISFIED/ COMPLIED WITH**

1. A payment of:
  - 1.1. Professional Legal Fees; and or
  - 1.2. Expenses, must be owed by a Designated Person to a Legal Practitioner or provider of Expenses.
2. The payment must be in relation to Legal Services which have been provided, or which are being provided to a Designated Person by a Legal Practitioner, or to Expenses.
3. The payment must be owed in accordance with an obligation which was entered into by the Designated Person prior to the date of that Designated Person's designation, or, in the case of Designated Persons which are owned and controlled, entered into by that Designated Person prior to the owner/controller of the Designated Person's designation, either under The Russia (Sanctions) (EU Exit) Regulations 2019 (as amended), The Republic of Belarus (Sanctions) (EU Exit) Regulations 2019 or Council Regulation (EU) No 269/2014 (whichever was earlier).
4. Professional Legal Fees shall not exceed USD\$600,000 in total for the duration of this Licence.
5. Expenses shall not exceed (in total) either:
  - 5.1. Ten percent (10%) of the amount payable for Professional Legal Fees; or
  - 5.2. USD\$60,000;Whichever is lower, for all of the Expenses for the duration of this Licence;
6. If at any point either:
  - i. It is estimated that in any individual case the limits for Professional Legal Fees and Expenses as set out herein will be exceed; or
  - ii. in any individual case the limits for Professional Legal Fees and Expenses are in fact exceeded,this Licence shall not apply to any further payment of any nature in relation to the entirety of the Legal Services nor to any other act in relation to the provision of Legal Services.
7. All payments made under this Licence shall:
  - 7.1. be paid to an account held or maintained in the Virgin Islands with a Relevant Institution by or in the name of a Legal Practitioner; or
  - 7.2. be paid on behalf of a Designated Person to a provider of Expenses by or on behalf of a Legal Practitioner to an account held in the Virgin Islands, with a Relevant Institution by a provider of Expenses, either before or after payment is received from a Designated Person.

***Reporting Obligations***

8. A Legal Practitioner acting under the authority of this Licence shall report to the Governor within seven (7) days of either: (a) completion of Legal Services or (b) the expiration of this Licence (either on the date of its expiration or before as publicized by the Governor in accordance with this Licence), specifying any payments received from a Designated Person, any payments made for or on behalf of a Designated Person, any payments for the benefit of a Designated Person and the processing of any payments which relate to a Designated Person. Any report made to the Governor shall include a letter of engagement or other record which sets out the obligation pursuant to which the payment is made, relevant invoices, a completed "Prior Obligation Legal Fees GL Form" and such other documents as may be requested by the Governor.

***Record-Keeping Obligations***

9. A Legal Practitioner shall keep and maintain accurate, complete and readable records either electronically or in hard copy of any and all activities purported to have been performed under the authority of this Licence for a minimum period of six (6) years.

**PART B- LEGAL SERVICES NOT BASED ON A PRIOR OBLIGATION**

**CONDITIONS FOR USE OF THIS LICENCE- NOTE THAT ALL OF THE BELOW CONDITIONS MUST BE SATISFIED/ COMPLIED WITH**

1. A payment of:
  - 1.1. Professional Legal Fees; and or
  - 1.2. Expenses,  
must be owed by a Designated Person to a Legal Practitioner or provider of Expenses.
2. The payment must be in relation to Legal Services which have been provided, or are being provided by a Legal Practitioner to a Designated Person, or to Expenses.
3. The Professional Legal Fees shall not exceed USD\$600,000 in total for the duration of this Licence.
4. The Expenses shall not exceed (in total) either:
  - 4.1. Ten percent (10%) of the amount payable for Professional Legal Fees; or
  - 4.2. USD\$60,000;Whichever is lower, for all of the Expenses for the duration of this Licence.
5. If at any point either:
  - 5.1. It is estimated that in any individual case the limits for Professional Legal Fees and Expenses as set out herein will be exceeded; or
  - 5.2. In any individual case, the limits for Professional Legal Fees and Expenses set out above are in fact exceeded,this Licence shall not apply to any further payment of any nature in relation to the entirety of the Legal Services nor to any other act in relation to the provision of Legal Services.
6. The hourly rates for provision of the Professional Legal Fees by a Legal Practitioner must not exceed those rates listed in paragraph 11 of Part B of this Licence in any individual case.
7. If at any point any one hourly rate for the provision of Professional Legal Fees by a Legal Practitioner exceeds the hourly rates set out in this Licence, this Licence will not apply to any further payment of any nature in relation to the entirety of the Legal Services nor to any other act in relation to the provision of the Legal Services.
8. All payments made under this Licence must either:
  - 8.1 be paid to an account held or maintained in the Virgin Islands, with a Relevant Institution by or in the name of a Legal Practitioner or a provider of Expenses; or
  - 8.2 be paid on behalf of a Designated Person to a provider of Expenses by a Legal Practitioner to an account held in the Virgin Islands with a Relevant Institution by a provider of Expenses, either before or after payment is received from a Designated Person.

**Reporting**

9. A Legal Practitioner acting under the authority of this Licence shall report to the Governor within seven (7) days any payments received from a Designated Person, any payment made) for or on behalf of a Designated Person, any payment for the benefit of a Designated Person and the processing of any payment which relate to a Designated Person. Any report to the Governor shall include a letter of engagement or other record which sets out the obligation pursuant to which the payment is made between the Designated Person and Legal Practitioner, details of the name, employment, experience and the years of post-qualification experience of the Legal Practitioner, relevant invoices, a completed "Post-Designation Legal Fees GL Form" and such other documents as may be requested by the Governor.

**Record-Keeping**

10. A Legal Practitioner shall keep and maintain accurate, complete and readable records either electronically or in hard copy of any and all activities purported to have been performed under the authority of this Licence for a minimum period of six (6) years.

**11. Hourly Rates**

<b>Fee Earner</b>	<b>Hourly Rate</b>
Legal Practitioner with over eight (8) years post qualification experience	\$1500.00
Legal Practitioner with over four (4) years post qualification experience	\$700.00
Other Legal Practitioners	\$500.00