



**creating  
value across  
generations**

**we  
believe  
in**

**we believe everyone has the right to**

PRIVACY

ASSET PROTECTION

TAX EFFICIENCY

This is why Primus Trust Corp. carefully manages international trust shelters for asset, investment and privacy protection as well as estate and tax planning.



**hungary,  
economic  
and political  
stability**

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Hungary is a prominent member of the EU, OECD and NATO, and it also has a vast double taxation and investment protection treaty network with almost 90 countries. In addition, Hungary is also a signatory of several bi- and multilateral investment protection treaties, most notably ICSID and MIGA.

THE INVESTMENTS IN HUNGARY ARE UNDER THE PROTECTIVE SHELTER OF EU LAW, WHICH HAS BEEN DESIGNED TO PROTECT TAXPAYERS AGAINST THEIR STATES. EU LAW IS SUPREME IN HUNGARY, AND THE ONLY FORUM ALLOWED TO INTERPRET EU LAW IS THE EUROPEAN COURT OF JUSTICE IN LUXEMBURG. MOREOVER, ALL MAJOR HUNGARIAN ACTS, RULINGS AND JUDGMENTS ARE AVAILABLE IN ENGLISH.

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The Hungarian trust is an excellent asset protection vehicle, as none of the creditors of the settlor, trustee and beneficiary may have access to the trust assets. Hungary does NOT recognize US civil court judgments. The creditor of the settlor MUST take legal action in Hungary against the settlor and the trustee, and MUST prove that the transfer of the trust asset was a fraudulent one.

The burden of proof lays on the creditor and the fraudulent transfer must be proven beyond reasonable doubt.

**all the benefits  
of a holding  
company  
without its  
disadvantages**



UNDER A HUNGARIAN TRUST, THE TRUSTEE OBTAINS OWNERSHIP OVER THE TRUST ASSETS. A HUNGARIAN TRUST IS A FORM OF CONTRACT, WHICH COMPELS THE TRUSTEE TO HOLD THE TRUST ASSETS EXCLUSIVELY FOR THE BENEFIT OF THE BENEFICIARY.

Through Primus Trust Corp. acting as a licensed professional trustee, a settlor may establish a holding trust for its assets that functions just like a holding company, with all the related advantages but without any of the disadvantages. The operation of a holding company necessitates the carrying out of regular tasks that are burdensome, may require special knowledge and often take a considerable amount of time to complete. Unlike in a holding company, in a Hungarian trust, there is no involvement required with day-to-day administration, as Primus Trust Corp. completely takes care of such services required.



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**With a holding company, the other major issue is that the effective place of management and control of the company is often located in a country other than the country of incorporation. This may result in the company being reclassified for taxation purposes with possible severe disadvantages. Unlike in a holding company, in a Hungarian trust, the effective place of management and control is located in Hungary without any doubt.**

AS PRIMUS TRUST CORP. IS A HUNGARIAN REGISTERED LICENSED PROFESSIONAL TRUSTEE COMPANY WITH ITS BOARD OF DIRECTORS EXERCISING THE EFFECTIVE PLACE OF MANAGEMENT IN HUNGARY, A HUNGARIAN TRUST WILL ALWAYS HAVE ITS EFFECTIVE PLACE OF MANAGEMENT IN HUNGARY. THE SUBSTANTIAL ECONOMIC PRESENCE, WHICH ALSO MUST BE PROVEN IN CASE OF A HOLDING COMPANY, DOES NOT NEED TO BE DEMONSTRATED IN CASE OF A HUNGARIAN TRUST.

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Hungarian banks treat Primus Trust Corp. as a financial institution; therefore, opening a segregated bank account for a trust takes just a few hours.

Moreover, Primus Trust Corp. automatically opens a segregated investment bank and securities account in a Danish bank for each and every trust. According to the EU AML rules, only Primus Trust Corp. does KYC procedure and does NOT share confidential information with the banks in Hungary and Denmark.

**Primus Trust Corp.,  
as a responsible  
trustee, provides  
comfort to its  
customers in the  
form of a financial  
guaranty of  
EUR 5 million.**

**Our indemnity  
insurance has  
been issued by  
the UK based  
Lloyds Syndicate.**

# highlights of the hungarian trust

- No dual ownership concept
- Flexibility
- Strict fiduciary duties
- The trustee is subject to a duty of confidence
- Licensed trustee
- Several types of trust
- Possible to set up an irrevocable trust
- The trustee is a NON-US person
- Possible to appoint a protector (corporate protector as well)
- Asset tracing
- Right to revoke the trustee at any time
- Right to change the governing law at any time
- Tax neutral treatment
- Tax compliance
- Tax free asset transfer
- Segregated trust assets
- Segregated bank and security accounts for every trust
- No publicly available information about the settlors and beneficiaries
- Monthly financial reports to the costumers

## contact us

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