



EXCHANGE CONTROL DIRECTIVE: RP 141

1 September 2014

Title
Bank Name
Location
Street
HARARE

ATTENTION: ATTENTION

Dear Sir/Madam

DIRECTIVE ISSUED IN TERMS OF SECTION 35 (1) OF THE EXCHANGE CONTROL REGULATIONS STATUTORY INSTRUMENT 109 OF 1996

1. INTRODUCTION

- 1.1 Reference is made to the Monetary Policy Statement (MPS) announced by the Governor on 25 August 2014 and consistent with the policy measures enunciated in this MPS, Authorised Dealers are hereby directed to take note and implement the Exchange Control policy measures prescribed therein.

- 1.2 In order to implement the Exchange Control measures highlighted in the Monetary Policy Statement, Exchange Control has come up with comprehensive operational modalities outlined in the attached '**Exchange Control Guidelines to Authorised Dealers on External Sector Policy Measures issued in the July 2014 Monetary Policy Statement (ECOGAD1/2014)**'.



- 1.3 Authorised Dealers are advised that the attached operational framework is issued as an Exchange Control Directive in terms of Section 35 (1) of the Exchange Control Regulations Statutory Instrument 109 of 1996. These Guidelines complement and enhance²² the existing Exchange Control Guidelines ECD1/2009 issued following the adoption of the multi-currency system and the liberalization of the Current Account in 2009.
- 1.4 Authorised Dealers are further advised to take note that the ECOGAD1/2014 are issued pursuant to the need to articulate a comprehensive, credible and transparent operational and administrative framework in the implementation of policy measures enunciated in the Governor's July 2014 Monetary Policy Statement. Consequently, the amnesty policy to be implemented with effect from 1 September 2014, represents exemptions/concessions/dispensations being granted in terms of Section 38 of the Exchange Control Regulations, Statutory Instrument 109 of 1996.
- 1.5 Furthermore, the ECOGAD1/2014 clearly outlines in detail, the implementation framework for the selected liberalized Capital and Financial Account transactions.
- 1.6 In submitting applications to Exchange Control for consideration, Authorised Dealers should comply with the given minimum requirements provided in the attached Guidelines.
- 1.7 It is important to note that the objective of the partial relaxation of the Capital and Financial Account and the official amnesty granted to deserving

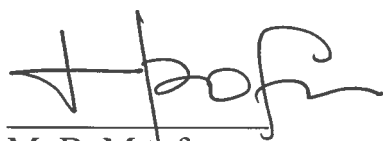
²² Where there is variance between ECD1/2009 and ECOGAD1/2014, the provisions of the latter shall prevail.

cases is meant to create a critical platform for forging renewed relations with market participants. Authorised Dealers are therefore, urged to ensure that through their relationship management of their customers, they exercise prudence and total compliance in the conduct of foreign exchange transactions in the market.

1.8 In light of the need to inculcate a culture of market discipline and compliance, Authorized Dealers are encouraged to take advantage of the Exchange Control concessions as enunciated in the Governor's Monetary Policy Statement of 25 August 2014.

1.9 Please be guided accordingly.

Yours faithfully,



M. B. Mporfu

Director

EXCHANGE CONTROL DIVISION

cc: ECHEAD, **Exchange Control Department**
TREASURY, Treasury Department