

1. Honduras - Multiple Currency Practices Subject to Approval Under Article VIII, Section 3

1. Honduras maintains two multiple currency practices subject to Fund approval under Article VIII, Section 3. These arise (i) from the lack of a mechanism to prevent spreads in excess of 2 percent between the official exchange rate (TCR) of the day and the exchange rates at which foreign exchange is sold at the foreign exchange auction on that day; and (ii) from the use of previous days' official exchange rates (TCR) in certain FX transactions, which rates may differ by more than two percent from the TCR in force and the interbank market rate on a given day.

2. In the circumstances of Honduras, the Fund grants approval for the retention of the multiple currency practices until May 31, 2021 or the conclusion of the next Article IV consultation with Honduras, whichever is earlier. (EBS/20/102, 05/26/20)

Decision No. 16820-(20/65), adopted
June 1, 2020