

DOCUMENT OF INTERNATIONAL MONETARY FUND
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**IMMEDIATE
ATTENTION**

MASTER FILES

ROOM C-120

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EBD/83/333

December 22, 1983

To: Members of the Executive Board

From: The Acting Secretary

Subject: Kenya - Extension of Approval of Exchange Restrictions

It is not proposed to bring the attached memorandum to the agenda of the Executive Board for discussion unless an Executive Director so requests by noon on Thursday, December 29, 1983. In the absence of such a request, the draft decision will be deemed approved by the Executive Board and it will be so recorded in the minutes of the next meeting thereafter.

Att: (1)

Other Distribution:
Department Heads

INTERNATIONAL MONETARY FUND

Kenya--Extension of Approval of Exchange Restrictions

Prepared by the African Department and the Exchange
and Trade Relations Department

(In consultation with the Legal Department)

Approved by Oumar B. Makalou and W.A. Beveridge

December 21, 1983

At the conclusion of the 1982 Article IV Consultation discussions with Kenya, the Executive Board granted approval for the maintenance by Kenya of the restrictions arising from the existence of foreign exchange quotas on certain imports and limits on dividend and rental remittances until December 31, 1983 (Decision No. 7366-(83/50), adopted March 21, 1983).

A staff team is scheduled to visit Nairobi in the second half of January 1984, to conduct discussions for the 1984 Article IV Consultation with Kenya, and to hold the review provided for under the stand-by arrangement approved March 21, 1983. The staff report on these discussions is expected to be placed on the agenda of the Executive Board for discussion in the second quarter of 1984. In the meantime, the staff recommends that the Executive Board grant an extension of approval of the restrictions arising from foreign exchange quotas and limits on dividend and rental remittances until June 30, 1984 or the completion of the 1984 Article IV consultation with Kenya, whichever is the earlier.

The following decision is proposed for adoption by the Executive Board:

The approval of Kenya's restrictions arising from foreign exchange quotas on certain imports and limits on dividend and rental remittances under Decision No. 7366-(83/50), adopted March 21, 1983, is extended until June 30, 1984 or the completion of the 1984 Article IV consultation with Kenya, whichever is the earlier.