

1. ZAMBIA - 1982 ARTICLE IV CONSULTATION - DECISION CONCLUDING
ARTICLE XIV CONSULTATION

1. The Fund takes this decision relating to Zambia's exchange measures subject to Article VIII, Sections 2 and 3, and in concluding the 1982 Article XIV consultation with Zambia, in the light of the 1982 Article IV consultation with Zambia conducted under Decision No. 5392-(77/63), adopted April 29, 1977 (Surveillance over Exchange Rate Policies).

2. Zambia's exchange system remains highly restrictive. In the context of the program supported by a stand-by arrangement, the authorities intend to pursue the policies that will permit a progressive reduction in payments arrears and facilitate other steps toward a more liberal exchange system. In the circumstances of Zambia, the Fund grants approval for the restrictions on making of payments and transfers for current international transactions referred to in SM/83/50 until June 30, 1984, or the next Article IV consultation, whichever is the earlier. The existing multiple currency practice, resulting from the levy on the sale of foreign exchange for private overseas travel, is approved until the completion of the mid-term review of the stand-by arrangement.

Decision No. 7382-(83/63), adopted
April 18, 1983