

Zambia - 1985 Consultation

1. The Fund takes this decision relating to Zambia's exchange measures subject to Article VIII, Sections 2(a) and 3, in concluding the 1985 Article XIV consultation with Zambia, in the light of the 1985 Article IV consultation with Zambia conducted under Decision No. 5392-(77/63), adopted April 29, 1977 (Surveillance over Exchange Rate Policies).

2. The Fund notes with satisfaction that Zambia has substantially liberalized its exchange system. Zambia continues to maintain restrictions on payments and transfers for current international transactions in accordance with Article XIV. The exchange restrictions evidenced by external payments arrears and the overall foreign exchange budget, and the multiple currency practices arising from the maintenance of the counterpart deposit scheme for external payments arrears and from the temporary arrangement in regard to personal remittances as described in SM/85/273, Supplement 1, are subject to approval of the Fund under Article VIII, Sections 2(a) and 3. The Fund encourages the authorities to continue to implement comprehensive adjustment policies and to remove the remaining restrictions and multiple currency practices as soon as possible.

Decision No. 8118-(85/158), adopted
October 30, 1985