

1. PAKISTAN - 1987 ARTICLE IV CONSULTATION - DECISION CONCLUDING ARTICLE XIV CONSULTATION

1. The Fund takes this decision relating to Pakistan's exchange measures subject to Article VIII, Sections 2 and 3, and in concluding the 1987 Article XIV consultation with Pakistan, in the light of the 1987 Article IV consultation with Pakistan conducted under Decision No. 5392-(77/63), adopted April 29, 1977, as amended (Surveillance over Exchange Rate Policies).

2. Pakistan maintains restrictions on payments and transfers for current international transactions, including those maintained under the transitional arrangements of Article XIV, as described in SM/87/152, and bilateral payments arrangements with four Fund members. The introduction of the foreign exchange bearer certificates, while having the indirect effect of easing the restrictions on current payments, has given rise to a multiple currency practice. The Fund urges the authorities to eliminate the bilateral payments arrangements with Fund members and the multiple currency practices as soon as possible, and to take appropriate steps toward early removal of the remaining restrictions on the making of payments and transfers for current international transactions.

Decision No. 8669-(87/116), adopted
August 3, 1987