

1. PAKISTAN - 1988 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 1988 Article XIV consultation with Pakistan, in the light of the 1988 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 a number of restrictions on payments and transfers for current international transactions. These are maintained under the transitional arrangements of Article XIV with the exception of bilateral payments agreements with Fund members, mandatory minimum margin requirements for opening import letters of credit which give rise to a multiple currency practice, and the system of Foreign Exchange Bearer Certificates which also gives rise to a multiple currency practice. In light of the authorities' intention to eliminate by July 1, 1990 the mandatory minimum margin requirements for opening import letters of credit, the Fund grants approval for the retention of this multiple currency practice until December 31, 1989 or the completion of the next Article IV consultation with Pakistan, whichever is earlier.

Decision No. 9051-(88/185), adopted  
December 28, 1988