

1. ECUADOR - 1989 ARTICLE IV CONSULTATION - EXCHANGE MEASURES
SUBJECT TO ARTICLE VIII

1. The Fund takes this decision relating to Ecuador's exchange measures subject to Article VIII, Sections 2 and 3, in the light of the 1989 Article IV consultation with Ecuador conducted under Decision No. 5392-(77/63), adopted April 29, 1977, as amended (Surveillance over Exchange Rate Policies).

2. The following exchange measures maintained by Ecuador are subject to Fund approval under Article VIII: exchange restrictions in the form of a limit on the availability of foreign exchange for imports, in the form of a foreign financing requirement for the import of permissible capital goods and as evidenced by certain external payments arrears; multiple currency practices arising from unremunerated prior import deposit requirements, and from a spread of more than 2 percent between buying and selling rates in the intervention market. In the circumstances of Ecuador, and with the exception of the exchange restrictions evidenced by payments arrears, the Fund grants approval for their retention by Ecuador until February 28, 1990.

Decision No. 9256-(89/127), adopted
September 15, 1989