

August 3, 2010

INTERNATIONAL MONETARY FUND

Minutes of Executive Board Meeting 09/125

December 16, 2009

DECISIONS SINCE PREVIOUS BOARD MEETING

The following decisions were adopted by the Executive Board without meeting in the period between EBM/09/124 (12/14/2009) and EBM/09/125 (12/16/2009)

6. Bhutan--2009 Article IV Consultation

The Executive Board endorses the staff appraisal in the report for the 2009 Article IV Consultation with Bhutan (SM/09/284, 12/8/09).

It is expected that the next Article IV consultation with Bhutan will take place on the standard 24-month cycle. (SM/09/284, 12/08/09)

Decision No. 14492-(09/125), adopted

December 15, 2009

6. Bhutan--Exchange System

1. The Fund takes this decision in relation to Bhutan's exchange restriction subject to approval under Article VIII, Section 2(a), and in concluding the 2009 Article XIV consultation with Bhutan, in light of the Article IV consultation with Bhutan conducted under Decision No. 13919-(07/51), adopted June 15, 2007 (Bilateral Surveillance over Members' Policies).

2. Bhutan continues to maintain restrictions on the making of payments and transfers for current international transactions under the transitional arrangements of Article XIV, Section 2, as described in SM/07/331. In addition, Bhutan maintains one exchange restriction subject to Fund approval under Article VIII, Section 2(a), resulting from a foreign exchange balancing requirement for the import of capital goods and primary raw materials. The Fund encourages Bhutan to eliminate the measures maintained under Article XIV as soon as its balance of payments position permits, and urges Bhutan to eliminate the exchange restriction that is subject to approval under Article VIII as soon as possible. (SM/09/284, 12/8/09)

Decision No. 14493-(09/125), adopted

December 15, 2009

7. Islamic Republic of Mauritania--Cancellation of an Arrangement Under the Poverty Reduction and Growth Facility

The Fund notes the cancellation by the Islamic Republic of Mauritania as of November 1, 2009 of its arrangement under the Poverty Reduction and Growth Facility approved by the Fund on December 18, 2006. (EBS/09/197, 12/8/09)

Decision No. 14494-(09/125), adopted

December 15, 2009

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8. The Fund's Income Position for FY 2010--Midyear Review

Pursuant to Rule I-6(4)(b), the Fund has conducted the midyear review of its income position for FY 2010 and decides to leave unchanged the rate of charge established by Decision No. 14322-(09/42)-adopted April 29, 2009. (EBS/09/202, 12/8/09)

Decision No. 14495-(09/125), adopted

December 15, 2009

8. The Fund's Income Position--Adjustment for Deferred Charges--Amendments

1. Section IV, paragraph 2(d) shall be amended to read as follows:

"(d) Notwithstanding paragraph 1(a) above, the rate of charge and the rate of remuneration determined under this section shall be rounded to two decimals, provided that an adjustment of at least one basis point shall be made to both the rate of charge and the rate of remuneration, subject to subparagraph (e) below."

2. A new subparagraph (e) shall be added to Section IV, paragraph 2 to read as follows:

"(e) If the amounts generated as a result of paragraph (2)(d) above exceed or fall short of the amounts to be generated from adjustments to the rate of charge or the rate of remuneration under paragraph 1(a) above for the relevant quarterly period, then any excess or shortfall from adjustments to the rate of charge or the rate of remuneration shall be applied, respectively, to the amount to be generated from the adjustment to the same rate for the following quarterly period. No adjustment shall be made if any excess amount generated from the previous quarterly period is equal to or exceeds the amount needed in the following quarterly period." (EBS/09/202, 12/8/09)

Decision No. 14496-(09/125), adopted

December 15, 2009

Siddharth Tiwari
Secretary