
**REPATRIATION OF INVISIBLE EARNINGS OF
FOREIGN EXCHANGE**

1. Information on Foreign Exchange Receipts.
2. Submission of Encashment Certificates.

CHAPTER 21

REPATRIATION OF INVISIBLE EARNINGS OF FOREIGN EXCHANGE

1. Information on Foreign Exchange Receipts.

Indenting Houses/Tour Operators and Trade Marks/Patent Agents and Attorneys are required to file with the SBP-Banking Services Corporation, the following documents/information in respect of their foreign exchange earnings:

(i) Indenting Houses/Agents.

Half yearly statement of their commission earnings in foreign exchange in the prescribed form (Appendix V-101) as on 30th June and 31st December each year along with a copy of each agency agreement entered into by them with foreign suppliers. This statement is required to be submitted only by those Indenting Houses /Agents whose indenting income exceeds US \$ 100,000/-, and should reach the SBP-Banking Services Corporation within two months after each half year.

(ii) Tour Operators.

(a) Half yearly statement in the prescribed form (Appendix V-102) showing the amount of foreign exchange received by them on account of services rendered to foreign tourists. The aforesaid statement should show the position as of 30th June and 31st December each year and reach the SBP-Banking Services Corporation within two months after each half year.

(b) A certified copy of each agency agreement entered into with foreign tour operators and airlines etc. In cases where the business is undertaken on the basis of special terms and conditions not covered by any agency agreement, authenticated copies of the relative correspondence on the basis of which the rates have been finalized, should accompany the above half yearly statement.

(c) Tour Operators who are earning foreign exchange on account of services rendered to foreign tourists and are reporting such invisible earnings to the SBP-Banking Services Corporation in the manner prescribed in sub-para (a) above are allowed to retain upto 35% of their net foreign exchange earnings in foreign currency accounts, vide paragraph 36 Chapter 12 of the Manual. Those Tour Operators who intend to use these funds for opening of offices abroad may approach the Director, Exchange Policy Department, State Bank of Pakistan, , Karachi in the matter.

(iii) Trade Marks/Patent Agents and Attorneys.

- (a) Half yearly statement in the prescribed form (Appendix V- 103) showing the foreign exchange received by them on account of Government fees and their own professional charges. The statement should show the position as of 30th June and 31st December each year and reach the SBP-Banking Services Corporation within two months after each half year.
- (b) A certified copy of the agreement entered into by them with foreign clients. In case business is undertaken on the basis of special terms and conditions not covered by any standing agreement, authenticated copies of the relative correspondence exchanged between the foreign client and the Pakistani Patent Agent/Attorney should accompany the statement.

2. Submission of Encashment Certificates.

Encashment certificates from Authorized Dealers in support of foreign exchange received from abroad and shown in the half yearly statements mentioned in paragraph 1 should invariably be enclosed with the relative statement.