



STATE BANK OF PAKISTAN
Foreign Exchange Operations Department
SBP Banking Services Corporation (Bank)
Head Office, Karachi

FEOD Circular Letter No. 5 of 2020

October 08, 2020

The Presidents/Chief Executives of
All Authorized Dealers in Foreign Exchange

Dear Sir/Madam,

**Submission of Statements of Penalties/Exchange Gain Through
SBP Regulatory Approval System (RAS)**

Attention of Authorized Dealers is invited to the instructions contained in EPD circular Letter No. 22 of 2017 dated December 5, 2017 read with Para 30 Chapter 13 of FE Manual as updated from time to time, in terms of which, the Head/Principal Offices of Authorized Dealers (ADs) are required to submit the following four statements on prescribed format (V-27A, V-144, V-141 & V-143) on monthly basis to FEOD, SBP Banking Services Corporation:-

- i. Import Advance Payment Penalties
- ii. Penalties on Export Loans under FE-25 Scheme
- iii. Exchange Gain upon Repatriation of Advance Payments on behalf of Hajj Organizers
- iv. Exchange Gain upon Repatriation of Advance Payments on behalf of Umrah Organizers

As per instructions contained in EPD Circular Letter No. 8 of 2020 dated March 20, 2020, the functions of FEOD, SBP Banking Services Corporation have been automated through SBP Regulatory Approval System (RAS) and submission of manual cases have been discontinued with effect from March 24, 2020. However, it has been observed that some ADs are still submitting the aforementioned four statements manually instead of submitting the same electronically through SBP RAS. In this regard, ADs are advised to ensure electronic submission of above four statements through SBP RAS. Further, in order to ensure complete and accurate reporting, ADs shall comply with following guidelines at the time of submitting these statements to FEOD on monthly basis:-

- i. ADs shall submit one consolidated statement on Pan-Pakistan basis against each case title by 10th of the next month, following the month to which they relate.
- ii. The details of outstanding cases against which ADs couldn't deduct the penalty due to insufficient funds in Importer's account or any other reason shall also be reported to FEOD through SBP RAS.
- iii. ADs shall submit the 'Nil' statement(s) in case of 'Zero' Penalty/Exchange Gain for the month under report.
- iv. The amount declared in above-mentioned statement(s) should reconcile with the amount of Penalties/Exchange Gain deposited in SBP's RTGS Clearing Account No. 427518.

All other instructions on the subject shall remain unchanged. ADs are advised to bring contents of this circular letter to the notice of all concerned and ensure meticulous compliance. It may be noted that non-compliance with regulatory instructions attract penal action against ADs under Section 23K of the FERA 1947.

In case of any query, you may contact Mr. Abrar Hussain, Joint Director or Ms. Anam Murad, Assistant Director at E-mail: abrar.hussain@sbp.org.pk or anam.murad@sbp.org.pk or at Phone no. 021 3245 5333 or 021 3245 5357.

Yours Sincerely,

SD/-
(Shakeel M. Paracha)
Head of Department (A)