



STATE BANK OF PAKISTAN

I. I. Chundrigar Road
Karachi

Statistics
&
Data Warehouse
Department
July 3, 2017

Letter No. DS. DS/ITSD/GEN/2017-015586/17
The Head Offices/Principal Offices of
Authorized Dealers in Foreign Exchange

Dear Sir/Madam,

MONTHLY FOREIGN EXCHANGE RETURNS- ADDITION OF PURPOSE CODES

Please refer to monthly foreign exchange returns reported through International Transaction Reporting System (ITRS). Reporting code guide/lists were circulated vide FE-Circular No.8 dated 19th April 2003. Recently, some banks are involved in more complex transactions with respect to its reporting in ITRS mainly for companies working under China Pakistan Economic Corridor (CPEC). Companies use their offshore accounts along with their local foreign currency accounts (FCA) opened under special permission. In order to clarify the classification and reporting of such transactions, the following purpose codes have been added in the Code list No.5 (Invisible and capital receipts) and Code list No.7 (Invisible and capital payments).

Purpose	Description	Schedule/ Purpose code
Withdrawals from Special Foreign Currency Accounts - residents enterprises	Withdrawals made for any purpose from Special Foreign Currency Accounts opened by Private Sector enterprises with banks in Pakistan.	1530 Sch.E-3
Withdrawals in Equivalent Pak Rupees from Special Foreign Currency Accounts - residents enterprises	Contra on account of encashment from Special Foreign Currency Accounts opened by Private Sector enterprises with banks in Pakistan	9530 Sch. J/O-3
Special Foreign Currency Accounts - residents enterprises -Equity Direct Investment	Remittances received on account of inter-company loans (Investor's share in the company \geq 10%) for credit to Special Foreign Currency Accounts opened by Private Sector enterprises with banks in Pakistan	9650 Sch. J/O-3
Funds transferred to offshore FCA	Funds transferred from Pakistan to permissible offshore FCA for onward payments	1699 Sch.E-3
Funds received in Pakistan from offshore FCA	Funds received in Pakistan by enterprises from their offshore FCA against Form "R"	9698 Sch. J/O-3
Funds received in onshore FCA from offshore FCA	Funds received in onshore FCA from permissible offshore FCA of enterprises	9699 Sch. J/O-3

Existing purpose codes for receipts in special FCAs i.e. 9648, 9649, 9651 and 9652 will continue to be used in addition to above new codes. Currently, banks use only one purpose code "1647" for payments/utilization from special FCAs. Banks are advised to report utilization of special FCAs under respective schedules and purpose codes provided for invisible and imports payments instead of reporting under one purpose code. Henceforth, all reporting under "1647" will be discontinued.

Banks are advised to upgrade their ITRS client available on knowledge centre of Data Acquisition Portal (DAP) and start reporting in monthly foreign exchange returns from July 2017. Authorized dealers are advised to bring the same to the notice of all their constituents and ensure compliance.

Yours truly,

Sd/-
(Dr. Azizullah Khattak)
Director