

EXCHANGE CONTROL DIRECTIVE FXD3/2025

Reference is made to Section 3.1.4 of the **Guidelines to Authorized Dealers and their Clients on Foreign Exchange Transactions** issued through Foreign Exchange Directive FXD2 dated 22 April 2025, regarding the treatment of credit payment arrangements. Customers are advised of the following:

| Policy Measure | Interpretation | Impact |
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| 1. Registration of Foreign Supplier Credit Agreements or Arrangements | <ul style="list-style-type: none"> Customers are to register all Supplier Credit Agreements, Arrangements, or Contracts with Exchange Control. This is aimed at improving the accounting of the country's external liabilities and foreign debt exposure. | <ul style="list-style-type: none"> Customers with existing supplier credit agreements, arrangements or contracts must submit applications for registrations to NMB Bank via branches or their respective Account Relationship Managers with immediate effect. Applications are to be accompanied by a copy of a valid agreement or contract duly signed by both parties; indicating: <ul style="list-style-type: none"> i Duration of the agreement, ii Nature of goods or services, iii Payable fees, and iv Payment terms. |
| 2. Reporting of Status of Each Supplier Credit Arrangement | <p>Customers are to report the values of all unpaid and partially paid goods and or services under the existing credit arrangements extended to them by foreign suppliers between 01 July 2024 to date</p> <p>The report should include the following:</p> <ul style="list-style-type: none"> Name and country of the foreign supplier Description of goods or services imported Invoice number(s), date, value, and currency Tenor of the Credit Arrangement Date of receipt of goods or date when the | <ul style="list-style-type: none"> Importing customers, going forward, are required to report the status of their supplier credit arrangements within 14 days from date of receipt of goods or services. Customers will not be able to make credit term foreign payments to suppliers without a valid Exchange Control registered foreign supplier credit agreements or arrangements |

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