

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

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26 March 1966

Limited Distribution

Committee on Balance-of-Payments
Restrictions

Original: English

1966 CONSULTATION UNDER ARTICLE XVIII:12(b) WITH BRAZIL

Basic Document for the Consultation

Addendum

ANNEX

SUMOC INSTRUCTION No. 289
(30 November 1964)

The Superintendency of Currency and Credit, in accordance with the deliberation of its Council in meeting of 11 January 1965 and in compliance with the provisions of Articles 3, item "h" and 6 of Decree Law No. 7,293 of 2 February 1945, RESOLVES:

To authorize the Exchange Department of the Bank of Brazil to effect purchases of foreign currencies, assuring the seller of the right to subsequent acquisition of cover for the return of currency, under the following conditions:

1. Purchases shall be made for prompt delivery, at market rates.
2. Seller is assured the right, by means of a document to be delivered at the time of sale, of purchase of the same amount in foreign currencies, in the same or other currency, for prompt or future delivery.
3. The right of purchase referred to in the previous item may be carried out in its entirety or in part, under the conditions established by the Exchange Department of the Bank of Brazil S.A. at the time of contracting the operations referred to in item 1.
4. The purchase covered by item 2 may be made through any bank authorized to operate in exchange, at rates and terms freely agreed between interested parties, and the Exchange Department of the Bank of Brazil reserves the option to sell in equal conditions.

* English only/Anglais seulement

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5. The registry of transactions referred to in this Instruction, as provided in Law No. 4,131 of 3 September 1962, altered by Law No. 4,390 of 29 August 1964, shall be made automatically by a notice from the Exchange Department of the Bank of Brazil to this Superintendency.

6. Operations referred to in this Instruction shall be exempt from the deposit and financial charge provided for in Instruction No. 285 of 24 December 1964, furthermore, norms in effect on the requirement of guarantee deposit and the correspondent compulsory deposit to the order of this Superintendency are not applicable to said operations.

7. The right for interest remittance abroad shall be assured under the same conditions established in this Instruction.

8. Operations provided for in this Instruction may be made complementing the provisions of Articles Nos. 82 and 83 of Law No. 4,506 of 30 November 1964.

