

Summary of key changes to Foreign Exchange Notices issued on 15 April 2021

(The Foreign Exchange Notices issued by the Bank on 30 April 2020 are revoked)

Notice 4 - Payment and Receipt

Liberalisation Measures	Reference
1. Resident exporters can settle domestic trade in goods and services in foreign currency with other residents involved in the global supply chain.	Notice 4, Paragraph 4(d)(iii)
2. Resident entities can pay or receive foreign currency to or from non-residents for settlement of foreign currency-denominated derivatives hedging (excluding exchange rate derivatives).	Notice 4, Paragraph 5

Notice 5 – Securities and Financial Instruments

Liberalisation Measures	Reference
3. Licensed onshore banks can offer and transact ringgit-denominated interest rate or profit rate Islamic derivative with non-resident banks without any underlying commitment directly or through its Appointed Overseas Offices (AOO).	Notice 5, Paragraph 4

Notice 7 – Export of Goods

Liberalisation Measures	Reference
4. Removal of export conversion requirement.	This requirement is removed from Notice 7
5. Resident exporters can offset or write-off export proceeds against approved reasons.	Notice 7, Paragraph 1(b)(ii) read with Appendix B
6. Resident exporters can extend the period for repatriation of export proceeds beyond 6 months (up to 24 months) under exceptional circumstances.	Notice 7, Paragraph 1(c) read with Appendix C

Updated on: 15 April 2021