

**FROM:** EXCO  
**TO:** Correspondent Banking / FX Trading / FT Transfer  
**DATE:** September 18, 2020  
**SUBJECT:** **GENERAL RULES GUIDING FX INFLOWS AND OUTFLOWS**

In line with the recent developments in the market on the operations of DOM Accounts, it has become necessary for us to review the utilization of inflows into customers' DOM accounts as stated below.

S/N	TYPE OF FX INFLOWS	RECOMMENDED UTILIZATION
1	Non-Oil Export Proceeds	<ul style="list-style-type: none"> <li>• Sale to Banks</li> <li>• Repayment of Dollar term loans</li> <li>• Self-utilization for trade transactions for LC, Bills and Form A</li> </ul>
2	Oil export proceeds from E&P companies	<ul style="list-style-type: none"> <li>• Sale to CBN</li> <li>• Payment to contractors and service providers employed by E&amp;P companies in line with existing CBN guidelines.</li> <li>• Repayment of Dollar term loans</li> <li>• Self-utilization for trade transactions (LC, Bills and Form A) and other transactions approved by CBN circular</li> </ul>
3	Offshore FX Inflows  Local FX inflows (from other Nigerian banks)  Internal account to account FX transfers (sourced from offshore inflows)	<ul style="list-style-type: none"> <li>• Upon confirmation of the legitimacy of the inflows, customers can have unfettered access, subject to a maximum of \$50,000.00 per month</li> <li>• Utilization for trade transactions subject to the following:               <ul style="list-style-type: none"> <li>- Processing of eligible trade transactions using E-Form M</li> <li>- Payment for services must be backed with demand note from offshore beneficiary and other required regulatory documents as stated in the FX manual.</li> </ul> </li> <li>• Sale to Banks</li> <li>• Repayment of Dollar term loans</li> <li>• Related party transfers are allowed to the maximum of the inflow received. The transfer request should be backed by a signed instruction from the account holder</li> <li>• Payment of government fees and levies to the following sectors should be allowed;               <ul style="list-style-type: none"> <li>- Maritime</li> <li>- Oil and Gas</li> <li>- Aviation</li> <li>- Government parastatals and</li> <li>- Export processing zones</li> </ul> </li> </ul>


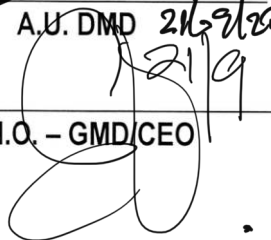
4	<p>Internal account to account FX transfers (sourced from FX cash deposits)</p> <p>FX cash lodgment over the counter</p>	<ul style="list-style-type: none"> <li>• Transfers to third parties are strictly prohibited</li> <li>• The origin and source of the FX deposit should be determined before customer can be credited to ascertain legitimacy</li> <li>• FX cash lodgments should be lodged by <b>only account holders</b> and they can have unfettered access by telegraphic transfer up to a limit of \$40,000.00 monthly for payment of medical bills, school fees, subscription to professional bodies, etc, subject to existing CBN guidelines</li> <li>• Transfer from one customer to another is prohibited</li> <li>• Transfer within related companies is allowed subject to a limit of \$50,000.00 per month</li> <li>• Own use for eligible transfers and in cases as deemed by regulators (savings towards investments, etc.). This should be subject to regulatory limits and backed by signed instructions.</li> <li>• Cash drawings.</li> </ul>
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Consequently, we must enforce the following:

- Processing of electronic straight through transfer via Corporate IBank, internet banking and all electronic channels on DOM Account will terminate at FT Transfer to ascertain compliance with the above guidelines
- Dollar cash deposit by account holders in line with prevailing limits.
- Forex inflows cannot be credited to customers until legitimacy of funds is established.
- All existing CBN guidelines as contained in the CBN forex manual must be strictly followed.
- Customers who receive telegraphic transfer, subject to the above guidelines, can have unfettered access to \$50,000.00 per month including cash drawing
- We are to apply discretion in allowing Dollar cash deposit in line with existing regulations and such deposit must be made by the signatory to the account and utilization will be as stated in item (4) above.

Thank you.

  
D.E.O.  
Executive Director

  
A.U. DMD 21/9/2020  
  
E.N.O. - GMD/CEO

cc:

- DMD
- EDs
- CI
- Info Tech (Ayo Awe)
- CCO
- All Zonal / Group Heads