



BANGKO SENTRAL NG PILIPINAS

OFFICE OF THE DEPUTY GOVERNOR
Monetary and Economics Sector

CIRCULAR LETTER NO. CL-2018- 081

**To : All Authorized Agent Banks (AABs)/AAB forex corporations
and All Concerned**

Subject : Servicing of Foreign/Foreign Currency Loans/Borrowings

Pursuant to Section 25.5 of the Manual of Regulations on Foreign Exchange Transactions (FX Manual)¹, as amended, it is hereby clarified that authorized agent banks (AABs)/AAB forex corporations may sell foreign exchange (FX) to resident borrowers/guarantors for payments of foreign/foreign currency loans/borrowings before due date, subject to submission of Application to Purchase FX (Annex A of the FX Manual) and documentation (as applicable) under Appendix 1.3 of the FX Manual. Said FX funds may be temporarily deposited to the Foreign Currency Deposit Unit (FCDU) account of the resident borrower/guarantor.

For guidance and implementation.


DIWA C. GUINIGUNDO
Deputy Governor

18 December 2018

¹ Copy of the FX Manual can be downloaded from the BSP website at: <http://www.bsp.gov.ph/downloads/Regulations/MORFXT/MORFXT.pdf>