



**BANK OF PAPUA NEW GUINEA**

## **PRESENTATION TO AUTHORISED DEALERS**

### **ENHANCED DUE DILIGENCE ON MONITORING, COMPLIANCE AND REPORTING BY AUTHORISED DEALERS**

By

**ECONOMICS DEPARTMENT  
BANK OF PAPUA NEW GUINEA**

**DECEMBER 2023**



**BANK OF PAPUA NEW GUINEA**

## **OUTLINE OF PRESENTATION**

**Part 1 – Objectives of Presentation**

**Part 2 – General Guidance on Performing Compliance Checks**

**Part 3 – Purpose of Compliance Checks**

**Part 4 – Taxation Clearance Requirements**

**Part 5 – Foreign Exchange Manuals**

**Part 6 – Central Bank Approvals**

**Part 7 – Compliance Checks for Inflows**

**Part 8 – Compliance Checks for Outflows**

**Part 9 – Summary and Way Forward**



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## **PART 1: OBJECTIVES**

<b>Objective 1</b>	<b>Remind Authorised Dealers of their Responsibility</b>
<b>Objective 2</b>	<b>Remind Authorised Dealers to Follow Guidance and Perform Compliance Checks</b>



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## PART 2: RESPONSIBILITY OF AUTHORISED DEALERS

**ROLE – Have Delegated Responsibility of Assess and Process Foreign Exchange Transactions**

<b>Number</b>	<b>General Guidance on Performing Compliance Checks</b>
1	All Supporting Documents must be submitted and Assessed
2	Consistency Checks Across All Sources of Documents Must be Done
3	Lead Checks must be Completed
4	Ownership and Title must be clearly Established
5	Ultimate Beneficiary must be clearly Established
6	Tax Haven Transactions Must Not be Processed
7	Compliance with BPNG Approvals & Conditions must be Checked
8	Compliance with Taxation Requirements must be Checked
9	IPA Requirements must Checked & Completed



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## **PART 3: PURPOSE OF COMPLIANCE CHECKS**

<b>Purpose 1</b>	<b>Ensure Reliability of Data is Not Compromised for Policy and Compliance Functions of the Central Bank</b>
<b>Purpose 2</b>	<b>Foreign Exchange Reserves are Managed in a Sustainable Manner and Used for the Development of Papua New Guinea</b>



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## PART 4: TAXATION CLEARANCE REQUIREMENTS

<b>IRC Approval</b>	<b>Approval Form</b>	<b>When Required?</b>
Taxation Clearance Certificate (TCC)	TCC Form	Making a Remittance that is Subject to Production of a TCC
<b>Remittance Requirements</b>	<b>TCC Required</b>	<b>When Required?</b>
Any Amount	Yes	When the Annual Cumulative Limit of K500,000.00 has been Exceeded
Amount over K500,000.00	Yes	A Remittance Amount Exceeding K500,000.00
Amount below K500,000.00	No	<ul style="list-style-type: none"><li>▪ TCC is Not Required</li><li>▪ Annual Cumulative Limit of K500,000.00 has Not been Exceeded</li></ul>
Tax Haven Remittance	Yes	Any amount of Remittance for Any Purpose
Non-Tax Haven Remittance	Yes	When the K500,000.00 Annual Cumulative Limit has been Exceeded



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## **PART 5: FOREIGN EXCHANGE MANUALS**

### **COMPLIANCE WITH EXISTING FOREIGN EXCHANGE MANUALS**

#### **MANUAL, SUPPORTING DOCUMENT & REQUIREMENT AND CHECK**

<b>Manual</b>	<b>Requirements &amp; Supporting Document</b>	<b>Check</b>
Foreign Exchange Manual	<ul style="list-style-type: none"><li>➤ List FE Notices and Requirements</li><li>➤ Reference for Central Bank Approvals</li><li>➤ List of BOP Forms and When to Complete Them</li><li>➤ Lists Supporting Documents</li></ul>	<ul style="list-style-type: none"><li>▪ Ensure Consistency Checks are Completed across All Sources of Data and Information for a Transaction</li><li>▪ Ensure Compliance with All Requirements of a Transaction</li><li>▪ Ensure All Requirements set out in All Three Manuals are Complied with</li></ul>
Summary Foreign Exchange Guidelines	<ul style="list-style-type: none"><li>➤ Summary of Reporting Requirements</li><li>➤ Summary of Compliance Requirements</li><li>➤ Reference for Central Bank Approvals</li><li>➤ Summary of Reporting Forms</li><li>➤ List Supporting Documents</li></ul>	Same as for Foreign Exchange Manual
Foreign Exchange Reporting Framework	<ul style="list-style-type: none"><li>➤ Has Detailed Guidance and Process</li><li>➤ List All Supporting Documents Required</li><li>➤ For Sourcing of Information and Completion of Relevant BOP Forms</li></ul>	Same as for Foreign Exchange Manual



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## **PART 6: CENTRAL BANK APPROVALS**

<b>Approval</b>	<b>Approval Form</b>	<b>When Required?</b>
Gold Export Licence	Letter	Export of Gold and Silver (Precious Metals)
Approval to Export Precious Metals	Form-G	Prior to Shipment of Precious Metals
Approval of Non-Resident Guarantee	Form-G1	Issuance of Guarantees in Favour of a Non-Resident
Foreign Currency Account (FCA) Approval	Letter	Opening a FCA in PNG or Abroad
Approval for Domestic Contract	Letter	Two or more Residents enter into a Contract Denominated in Foreign Currency
Approval to Remove or Send Physical Currency	Form-C1	Removal of Physical Currency in Notes and Coins exceeding K20,000.00 (or Foreign Currency Equivalent)





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## **PART 7: INFLOWS**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Export Receipt	<ul style="list-style-type: none"> <li>➤ Sale and Purchase Agreement</li> <li>➤ Commercial Invoice</li> <li>➤ Customs Form 15 &amp; Form-G</li> <li>➤ BOP Form-X</li> <li>➤ Tax Registration</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Exporter</li> <li>▪ Value</li> <li>▪ IPA Number</li> <li>▪ Importer</li> <li>▪ Volume</li> <li>▪ Tax Number</li> <li>▪ Term (FOB)</li> <li>▪ Unit Price</li> <li>▪ BPNG Approval</li> <li>▪ Form 15 Number</li> <li>▪ Check Market</li> </ul>
Transfer from Offshore Account	<ul style="list-style-type: none"> <li>➤ BPNG Approval to be Produced</li> <li>➤ BOP Form-R2</li> <li>➤ Tax Registration &amp; Form-G</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Country</li> <li>▪ IPA Number</li> <li>▪ Recipient</li> <li>▪ Currency</li> <li>▪ Tax Number</li> <li>▪ Sender</li> <li>▪ Value</li> </ul>
	<ul style="list-style-type: none"> <li>➤ Exporter</li> </ul>	Request for Supporting Documents



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## **PART 7: INFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Loan Drawdown	<ul style="list-style-type: none"> <li>➤ Loan Agreement</li> <li>➤ Credit Note or Drawdown Notice</li> <li>➤ BOP Form-LA &amp; Form-L1</li> <li>➤ Tax Registration</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Loan Interest Receipt	<ul style="list-style-type: none"> <li>➤ Loan Agreement</li> <li>➤ BOP Form-LB &amp; Form-L2(B)</li> <li>➤ Tax Registration</li> </ul>	Same as Loan Drawdown
Equity Investment	<ul style="list-style-type: none"> <li>➤ Equity Agreement</li> <li>➤ BOP Form-V1</li> <li>➤ Tax Registration</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Dividend Receipt	<ul style="list-style-type: none"> <li>➤ BOP Form –R2</li> <li>➤ Tax Registration</li> </ul>	Same as Equity Investment
Sale or Liquidation of Investment	<ul style="list-style-type: none"> <li>➤ BOP Form –V4</li> <li>➤ Tax Registration</li> </ul>	Same as Equity Investment



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## **PART 8: OUTFLOWS**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Import Payments	<ul style="list-style-type: none"> <li>➤ Sale and Purchase Agreement</li> <li>➤ Commercial Invoice</li> <li>➤ Customs Form 15/Bill of Lading</li> <li>➤ BOP Form-M</li> <li>➤ Tax Registration</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Exporter</li> <li>▪ Importer</li> <li>▪ Term (FOB)</li> <li>▪ Form 15 Number</li> <li>▪ Country</li> <li>▪ Value</li> <li>▪ Volume</li> <li>▪ Unit Price</li> <li>▪ Check Market</li> <li>▪ Currency</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>
Transfer to Offshore Account	<ul style="list-style-type: none"> <li>➤ BPNG Approval to be Produced</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> </ul>
	<ul style="list-style-type: none"> <li>➤ Importer</li> </ul>	Request for Supporting Documents
Business Payment	<ul style="list-style-type: none"> <li>➤ Contract</li> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>
Lease Payment	<ul style="list-style-type: none"> <li>➤ Same as Business Payment</li> </ul>	Same checks as Business Payment
Insurance Payment	<ul style="list-style-type: none"> <li>➤ Cover Policy</li> <li>➤ Commercial Invoice &amp; Form-R1</li> <li>➤ Broker Authorisation &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Names of Parties</li> <li>▪ Name of Broker</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>



## PART 8: OUTFLOWS (CONT'D)

### COMPLIANCE CHECKS

#### PURPOSE, SUPPORTING DOCUMENT AND CHECK

Purpose	Supporting Document	Check
Transfer to JV Account	<ul style="list-style-type: none"> <li>➤ BPNG Approval to be Produced</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
	<ul style="list-style-type: none"> <li>➤ Exporter</li> </ul>	Request for Supporting Documents
Communication Payment	<ul style="list-style-type: none"> <li>➤ Contract</li> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Education Payment	<ul style="list-style-type: none"> <li>➤ Letter from School or Sponsor</li> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Medical Payment	<ul style="list-style-type: none"> <li>➤ Letter from Hospital or Sponsor</li> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Names of Patient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Patient Assistant</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>



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## **PART 8: OUTFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Family Maintenance	<ul style="list-style-type: none"> <li>➤ BOP Form-R1</li> <li>➤ Passport</li> <li>➤ Employment Contract &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ Frequency &amp; Value</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> </ul>
Gifts & Grants	Same as Family Maintenance	Same as Family Maintenance
Lease Payment	<ul style="list-style-type: none"> <li>➤ Contract (Lease Agreement)</li> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Transportation	Same as Lease Payment	Same as Lease Payment
Construction Services	Same Lease Payment	Same as Lease Payment
Computer & Information	Same as Lease Payment	Same as Lease Payment
Management Fee	Same as Lease Payment	Same as Lease Payment
Royalty Fee	Same as Lease Payment	Same as Lease Payment



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## **PART 8: OUTFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Licence Fee	<ul style="list-style-type: none"> <li>➤ Contract (Licence Agreement)</li> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>
Other Financial Service	Same as Licence Fee	Same as Licence Fee
Tax Payment	<ul style="list-style-type: none"> <li>➤ An Valid Order for Payment</li> <li>➤ Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>
Superannuation Fund	<ul style="list-style-type: none"> <li>➤ Letter from Super Fund</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	Same as Tax Payment
Compensation of Employee	<ul style="list-style-type: none"> <li>➤ Letter from Employer</li> <li>➤ Employment Contract</li> <li>➤ BOP Form-R1</li> <li>➤ List of Names (More than one)</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	Same as Tax Payment



## **PART 8: OUTFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Travel Payment	<ul style="list-style-type: none"> <li>➤ Commercial Invoice</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>
Interest Payment (Not Loan)	<ul style="list-style-type: none"> <li>➤ Confirmation Letter</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	Same as Travel Payment
Guarantee Payment	<ul style="list-style-type: none"> <li>➤ Produce BPNG Approval</li> <li>➤ BOP Form-G1</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	Same as Travel Payment
Removal or Export of Physical Currency in Cash (Public)	<ul style="list-style-type: none"> <li>➤ Confirmation Letter</li> <li>➤ Confirmed e-ticket with Number</li> <li>➤ Current Passport</li> <li>➤ BOP Form-C1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Purpose</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>



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## **PART 8: OUTFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Government Services (n.i.e.)	<ul style="list-style-type: none"> <li>➤ Supporting Documents</li> <li>➤ BOP Form-R1</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> </ul>
Cultural & Recreational Services	<ul style="list-style-type: none"> <li>➤ Supporting Documents</li> <li>➤ BOP Form-R1</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li>▪ Business</li> <li>▪ Purpose</li> <li>▪ Recipient</li> <li>▪ Sender</li> <li>▪ Country</li> <li>▪ Currency</li> <li>▪ Value</li> <li>▪ Tax Haven</li> <li>▪ IPA Number</li> <li>▪ Tax Number</li> <li>▪ BPNG Approval</li> </ul>





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## **PART 8: OUTFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

<b>PURPOSE, SUPPORTING DOCUMENT AND CHECK</b>		
<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>
Loan Repayment	<ul style="list-style-type: none"> <li>➤ Loan Agreement</li> <li>➤ Debit Note or Payment Notice</li> <li>➤ BOP Form-LA &amp; Form-L2</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Loan Interest Payment	Same as Loan Repayment	Same as Loan Repayment
Equity Redemption	<ul style="list-style-type: none"> <li>➤ Equity Agreement</li> <li>➤ Signed &amp; Dated Board Resolution</li> <li>➤ BOP Form-V2</li> <li>➤ Tax Registration &amp; TCC</li> </ul>	<ul style="list-style-type: none"> <li style="width: 33%;">▪ Business</li> <li style="width: 33%;">▪ Country</li> <li style="width: 33%;">▪ Tax Haven</li> <li style="width: 33%;">▪ Recipient</li> <li style="width: 33%;">▪ Currency</li> <li style="width: 33%;">▪ IPA Number</li> <li style="width: 33%;">▪ Sender</li> <li style="width: 33%;">▪ Value</li> <li style="width: 33%;">▪ Tax Number</li> <li style="width: 33%;">▪ BPNG Approval</li> </ul>
Dividend Payment	<ul style="list-style-type: none"> <li>➤ Audited Financial Statements</li> <li>➤ Signed &amp; Dated Board Resolution</li> <li>➤ Year Dividends Declared</li> <li>➤ Tax Registration &amp; TCC</li> <li>➤ Form R1(D)</li> </ul>	Same as Equity Redemption
Branch Profits	Same as Dividend Payment	Same as Equity Redemption



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## **PART 8: OUTFLOWS (CONT'D)**

### **COMPLIANCE CHECKS**

#### **PURPOSE, SUPPORTING DOCUMENT AND CHECK**

<b>Purpose</b>	<b>Supporting Document</b>	<b>Check</b>		
Foreign Investment	<ul style="list-style-type: none"><li>➤ Agreement (Contract)</li><li>➤ Signed &amp; Dated Board Resolution</li><li>➤ BOP Form-V3</li><li>➤ Tax Registration &amp; TCC</li></ul>	<ul style="list-style-type: none"><li>▪ Business</li><li>▪ Recipient</li><li>▪ Sender</li></ul>	<ul style="list-style-type: none"><li>▪ Country</li><li>▪ Currency</li><li>▪ Value</li></ul>	<ul style="list-style-type: none"><li>▪ Tax Haven</li><li>▪ IPA Number</li><li>▪ Tax Number</li><li>▪ BPNG Approval</li><li>▪ Frequency</li></ul>

Note that the Central Bank reserves the right to request for any other relevant information or documents not covered in the Slides



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## PART 9: SUMMARY AND WAY FORWARD

### Authorised Dealers

- Have a duty to implement compliance checks on foreign exchange transactions
- Invest time, effort and resources to ensure proper and adequate compliance checks are done

### Way Forward

- BPNG will do audits and conduct training for Staff of Authorised Dealers
- Authorised Dealers are to use the Slides for Guidance and Training
- Authorised Dealers need to use the Foreign Exchange Manuals issued by BPNG to Train and Develop Capacity of their Line Staff



**BANK OF PAPUA NEW GUINEA**

**End of Presentation**

**Thank you**