



FOREIGN EXCHANGE MANAGEMENT IN NEPAL



Background

The banking industry in Nepal along with the foreign exchange liberalization has immensely open the window and key attraction as an emerging point for domestic and international activities in Nepal required of foreign goods and services. Therefore, demand for foreign exchange facility with the bank's and central bank has seen exponentially grew in these days. With this in mind National Banking Institute has developed Foreign Exchange Management course for those key staffs of banking and financial sectors involved in any type of foreign exchange activities in Nepal i.e. forex facility, remittance operation, trade finance and treasury etc. This program aims to deliver the best course content consultation with the industry experts from close inputs from the regulators.

Program Details

Date & Time: 27 Jan 2024 (9.30am-4.45pm)
Venue : NBI Hall, Kathmandu

Duration: 4 session/6 hrs. (each session of 1.5 hrs)
Target Audience: All officials engaged in Foreign Exchange Transactions.

Program Outline

Program Takeaways:

- Equip participants with basic and advance knowledge on foreign exchange regulations, supervision, operation, trade finance, FDI, remittance, forex facility, risk management, etc.
- Provide essential knowledge and skills on foreign exchange for efficiency in field of work of banking and other areas of forex exposure.

Program Content:

- Foreign Exchange Management: Legal & Institutional Framework of Nepal
- Regulatory/Supervisory and Operational Directive, Circulars, Guidelines and Notices, Issued by NRB
- International Trade, and Remittance: Concept and Best Practices (Conceptual Frameworks)
- Directives, Circulars, Guidelines and Notices of NRB on international trade of goods and services
- Foreign Direct Investment and Foreign Loans: Approval to Repatriation

Facilitator's Profile:



Mr. Ramu Paudel

Executive Director, Financial Management Department, NRB (MPhil in Economics, MBA in Banking & Finance)

With more than 19 years of experience in the Nepalese economic and banking system, Mr. Paudel has been previously serving as the executive director in Foreign Exchange Management Department in NRB.

With his involvement in various departments of NRB, namely, FIU-Nepal, Economic Research, Regulation, Payment System, Banking Operation, Mr. Paudel, is also professionally experienced in the areas of Forex Management, AML/CFT and KYC issues both in global and domestic perspectives including the risk management in these areas. He has also worked in the IMF office as a Senior Economist in the past. In addition to this, he holds expertise in the areas of payment system, financial stability and risk management, financial soundness indicators and macroeconomic perspective in banking business, etc.

Program Itinerary

Time	Details
9.30am-11.00am	<p>Foreign Exchange Management in Nepal: An Overview</p> <p>Acts, Rules and Regulations, Licensing and Supervision, International Trade: Concept, Payment Methods (Open account, Cash in Advance, Documentary Collection and Letter of Credit et) Policy documents governing international trade (International provision: UCPDC, URR, URC and Incoterms 2020 etc.)</p>
<i>11.00am - 11.15am</i>	<i>Tea/Coffee & Cookies Break</i>
<i>11.15am - 12.45pm</i>	<p>Domestic regulation on international trade: (Various Circulars of NRB)</p> <p>Regulatory provisions on trade payment methods (TT, DAP/DAA and Open Accounts, Export Provisions and Letter of credit: Concept, Types, Parties, Issuance of LC: Process and required documents, Payment and settlements and Regulatory provision in LC transaction Service LC: Foreign Exchange Facilities for the import of Services: Import of Service from India and Import of Service from third country, Advance payment for the import of services etc. Practices Cases</p>
<i>12.45pm - 1.30pm</i>	<i>Lunch Break</i>
1.30pm - 3.00pm	<p>Domestic regulation on Exchange Facilities: (Various Circulars of NRB)</p> <p>Passport Facility: Nepali Citizens, Migrant Nepali Workers, Settlement Expenses to Nepali Immigrants etc. Education Exchange Facility (Third Country vs. India, Convertible Foreign Currency vs. Indian Currency) Service Repatriation: Foreigners' Remuneration, Airline Ticketing, Cargo, Courier, Trekking, Tourism Transaction of Indian Rupees and Chinese Yuan with Public, FCY Cash Sales and Transfer FCY A/C Opening, Loan, Guarantee and Others. Practice Cases</p>
<i>3.00pm - 3.15pm</i>	<i>Tea/Coffee & Cookies Break</i>
<i>3.15pm to 4.45pm</i>	<p>Foreign Investment and Foreign Loans:</p> <p>Legal & Regulatory Framework: approval, recording, and repatriation of foreign Investment and loans, FX Hedging, Benchmark interest rates including transition from LIBOR, Cross-cutting issues: FERA, FITTA, PPPIA, NRN Act etc. Practice Cases.</p>