



**NETHERSOLE PLACE
P.O. BOX 621
KINGSTON, JAMAICA, W.I.**

TO: ALL AUTHORISED DEALERS

RE: Temporary Increase in Foreign Currency Net Open Position Limit

Bank of Jamaica hereby advises that the limit on the foreign currency net open positions (FXNOP) of authorised dealers will be temporarily increased by 5 percentage points to +/-25 per cent of regulatory capital denominated in Jamaica Dollars, effective 19 March 2020. This temporary increase will remain in effect until 30 June 2020.

The FXNOP limit is calibrated to ensure adequate levels of liquidity in the foreign currency market. Upon its introduction in 2018, Bank of Jamaica had committed to conducting a periodic review of the limit. The decision to temporarily increase the limit is based on the prevailing market conditions. All other guidelines relating to the FXNOP limit remain unchanged.

The Bank will continue to monitor the implications of financial market developments and will appropriately adjust FXNOP limits in accordance with the Bank's objective of maintaining financial system stability.